

VILLAGE OF BARRINGTON, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2004

**Prepared by the Finance Division
Administrative Services Department**

**Denise M. Pieroni
Director of Administrative Services**

VILLAGE OF BARRINGTON, ILLINOIS

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INTRODUCTORY SECTION

June 1, 2005

The Honorable Karen Y. Darch, Village President
Members of the Board of Trustees
Residents of the Village of Barrington

Ladies and Gentlemen:

Submitted for your review and consideration is the Comprehensive Annual Financial Report of the Village of Barrington, Illinois, for the fiscal year ended December 31, 2004. Illinois State Statute requires municipal governments to publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with Generally Accepted Accounting Principles (GAAP) and audited in accordance with Generally Accepted Auditing Standards (GAAS) by a firm of licensed certified public accountants. This Comprehensive Annual Financial Report (CAFR) is issued by the Village of Barrington in response to this requirement.

This CAFR consists of the Village's representations concerning the finances of the Village of Barrington. The responsibility for the accuracy of the data presented, as well as the completeness and fairness of the presentation, including disclosures, rests with the Village's Administrative Services Department. Administrative Services believes the data presented is accurate in all material respects and is presented in a manner designed to fairly set forth the financial position and result of operations of the Village as measured by the financial activity of its various funds and account groups.

To provide a reasonable basis for making these representations, Administrative Services has established a comprehensive set of internal controls that are designed to protect the Village's assets from loss, theft, or misuse. These internal controls are also used to compile sufficient reliable information for the preparation of the Village's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Village's framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatements. Included with this report are all disclosures necessary to enable the reader to gain the maximum understanding of the Village's financial affairs.

The Village of Barrington's financial statements have been audited by Lauterbach and Amen, LLP, a firm of licensed certified public accountants specializing in audits of Illinois municipal governments. The goal of the independent audit was to provide reasonable assurance that the financial statements for the Village for the fiscal year ended December 31, 2004 are free of material misstatements. The independent audit consisted of examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the Village's financial statements for the fiscal year ended December 31, 2004 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

Governmental Accounting Standards Board Statement Number 34 requires that the Village provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This transmittal letter is designed to complement the MD&A and should be read in conjunction with it. The MD&A is found immediately following the report of the independent auditors.

Presentation of Information

The Comprehensive Annual Financial Report is presented in three sections: Introductory, Financial, and Statistical. The Introductory section includes this transmittal letter, the Village's organizational chart, a copy of the Certificate of Achievement for Excellence in Financial Reporting, and a list of principal officials. The Financial section includes:

- the Independent Auditor's Report
- Management's Discussion and Analysis (MD&A)
- the Basic Financial Statements
- the Required Supplementary Information
- Other Supplementary Information

The Statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

Information about the Village of Barrington

The Village of Barrington, incorporated in 1865, is located approximately 38 miles northwest of the Chicago Loop in both Cook and Lake Counties. The Village comprises a total land area of approximately 5.1 square miles and has a population of 10,168. Through various intergovernmental agreements, the population served by the Fire/EMS and Police Departments is considerably higher, most recently estimated at 17,500 and 25,000, respectively. Barrington operates under the President – Trustee form of government in which the Village President, Members of the Board of Trustees, and the Village Clerk are elected at large to staggered four-year terms.

All of the funds and account groups of the Village are included in this report. Through these funds and account groups, the Village provides a full range of services, including:

- general administration
- police protection and crime prevention
- fire suppression and emergency medical services
- fire prevention
- recycling and refuse collection and disposal
- construction and maintenance of roads, streets and infrastructure
- building and property maintenance
- building construction plan review and inspection services
- planning and zoning
- economic development
- water production and distribution
- wastewater treatment facilities and conveyance
- forestry

Beyond these general Village activities, the Police Pension and the Firefighters' Pension Plans have been included in the reporting entity in accordance with GAAP.

The following Districts, Councils, Township and Agencies have not met the established criteria for inclusion in the reporting entity and, accordingly, are excluded from this report.

- Barrington Park District
- Barrington Area Public Library District
- Barrington Area Council of Governments (BACOG)
- Barrington Township
- Intergovernmental Personnel Benefit Cooperative (IPBC)
- Intergovernmental Risk Management Agency (IRMA)
- Solid Waste Agency of Northern Cook County (SWANCC)

The Biennial Budget is the foundation of the Village's financial planning and control. All Funds and Departments of the Village are required to submit budget requests to Administrative Services by June of the year preceding the initial year of the two-year budget. These requests are reviewed by Administrative Services to ensure the budget to be established from the requests can be supported by the projected revenues for the forthcoming budget years. The biennial budget is then compiled into a comprehensive budget document and presented to the Village Board in September of the year preceding the initial year of this two-year budget period. Consistent with State Statute, the Village Board holds separate public hearings and separately adopts each year of the two-year budget. The hearing on and the adoption of the final budget for the initial year of the two-year budget period is held at least thirty (30) days prior to the start of the initial budget year which is January 1 and at least ten (10) days prior to the hearing on the tax levy. The hearing on and the adoption of the final budget for the second year of the two-year budget period is normally held in February of the initial year of this two-year budget period.

The Village maintains budgetary controls to ensure compliance with legal provisions embodied in the annual budget approved by the Village's governing body. Activities of the General Fund, Debt Service Funds, Capital Projects Funds, Enterprise Funds, Internal Service Funds and Pension Trust Funds are included in the annual budget. Project length financial plans are prepared for multi-year capital improvements. The level of budgetary

control (the level at which expenditures cannot legally exceed the budgeted amount) is established at the fund level. Budget to actual comparisons are provided in this report for each fund of the Village.

Analysis of Economic and Business Environment

Understanding the external environment in which the Village operates is an important precursor to understanding the financial statements. Municipal officials, and other interested parties, must analyze and understand changing social, demographic, economic, and financial environments in order to assess the municipality's present and future viability. A grasp of the Village's environment is necessary before the financial statements of the Village can be adequately analyzed.

Local Economy. The last five years have been tumultuous for the national and regional economies. In 1999 and 2000 the national and regional economies were expanding rapidly due to robust business and consumer confidence. However, in March of 2000 the stock market experienced a series of declines that began to undermine business and consumer confidence. The impact of these declines in the stock market was felt in the real economy in 2001 and both the national and regional economies endured a mild recession in the second (April to June) and third (July to September) quarters of 2001. In 2002 the economy began slowly recovering from the impact of the events of 2001. In 2003, both national and regional economies began to rebound strongly from the slow growth experienced since the recession of 2001. However, in 2004 the strong growth experienced in the local economy in 2003 slowed again.

As the regional economy experienced strong growth in 2003, local economic prospects were also positively impacted. The upward trend in sales tax revenues experienced by the Village since FY 1992/93 came to an end in FY 2001 and continued to decline in 2002. However, in 2003 Sales Tax revenue began again to increase and was approximately 3.97% higher than the amount collected in 2002. In 2004, however, Sales Tax revenue declined 7.53% from the previous year, as car sales in the Village decreased. The Village receives sales tax revenues that are equal to 1% of all of the goods and services sold in the Village and therefore the decrease in the receipt of Village Sales Tax revenues also indicates a moderate decline in the local economy as car sales slowed. The Village is predicting slow growth in sales tax revenue in 2005. Based on proposed developments in the Village as well as an anticipated robust national and regional economic rebound, a modest increase of 3% is projected for 2006.

The Village continues to have a strong property tax base, with an Equalized Assessed Valuation (EAV) in 2003 of \$475,619,193, an increase of \$17,937,490 over 2002. The Village's average 2003 tax rate of \$.583/\$100 of EAV (which includes both the 1998 and the 1999 General Obligation Bond Issue) is low compared to the rate of surrounding municipalities. However, while the tax rate itself is low, property values in the area have been and continue to remain fairly high. According to the Illinois Association of Realtors, the median single family home in 2004 sold for approximately \$380,000. The high property values are based, in part, on Barrington's location, quality schools, and philosophy toward development and open space.

The Village also has positive underlying economic and demographic attributes. According to the 2000 census, slightly more than 58% of Village residents 25 years of age or older have attained a college degree. This percentage includes the 24% of residents who have either a graduate or professional degree. This is much higher than either the State of Illinois or National averages (26.1% and 24.4%, respectively). Another 22% of residents who are age 25 or older have attended some college or attained an Associates degree. Slightly more than 94% of Village residents 25 or older have attained their high school diploma (or equivalent), which is also much higher than the averages for the State of Illinois and the United States as a whole (81.4% and 80.4% respectively).

The educational achievements of Village residents may help to explain the low numbers of Village residents who are unemployed. The percent of unemployed persons in Barrington was 1.9% in 2000, 2.5% in 2001, 3.2% in 2002, and 3.4% in 2003. The Village of Barrington consistently has an unemployment rate that is lower than either the Statewide or National averages. The majority of employed persons who reside in Barrington are employed in white-collar or service sector jobs (approximately 64% of Village residents are employed in one of four sectors of the economy, these sectors include: Wholesale and Retail; Finance, Insurance, Real Estate, Rental & Leasing; Professional, Scientific, and Management; and Educational, Health, and Social Services).

The educational and employment attributes of Village residents probably explain the high median household income for the Village. At \$83,085, the median household income in the Village is highly favorable when compared to other communities in the Chicago Metropolitan Area as well as other communities in the State of Illinois.

Business Development in the Village and Surrounding Areas. The Village of Barrington is centrally located within a region in the Central Northwest Suburban Chicago Area that has and continues to encourage limited development and preservation of open space. There has been significant interest by outside parties in pursuing both residential and commercial development within this area, presenting both the Village and its immediate neighbors with the challenge of allowing limited growth while preserving the character of the region. The Village, along with its neighbors, recognized that many of these challenges would be best addressed on a regional basis in order to coordinate the interdependent actions of local governments. As such, the Barrington Area Council of Governments (BACOG) was formed in 1970. This regional council represents seven area communities including: Barrington, North Barrington, Lake Barrington, Tower Lakes, Deer Park, Barrington Hills, and South Barrington.

According to BACOG's Comprehensive Plan, the Village of Barrington is identified as the major business, retail and employment center of the area. Over the past several years, however, there has been increased interest in commercial development in the other communities within the BACOG area. A business/industrial park, which includes a car dealership, has been developed in Lake Barrington. A 30-screen theater has been constructed in South Barrington, just off Interstate 90. A 1.2 million square foot, high-end retail mall, although not approved, had been proposed in North Barrington. In Deer Park, along Route 12, construction on a mixed-use development, which includes about 500,000 sq. ft. of retail space, has been completed. Additional phases of this development are

currently under construction. Barrington has been and continues to be concerned with the potential impact of changes in philosophy by the BACOG area governments and the possible resulting developments.

The Board continues to acknowledge the importance of its retail base on the overall vitality of the community. The Village has allocated significant resources to programs/projects that are intended to maintain and expand a quality retail base within existing commercial areas of the Village. To encourage redevelopment within its Village Center, Barrington has established five Business Districts as provided for under the Illinois State Statutes. In August of 1999, the Village approved the Master Plan for the Village Center. This plan serves as a guide for public and private improvements within the Village Center and encourages the transformation of this area into the cultural and activity center of the community. In order to fund the improvements identified in the Master Plan, the Village Board approved the establishment of a Tax Increment Financing (TIF) District in February 2000. The boundaries of this district, although not identical, encompass almost the entire Village Center. One TIF mixed-use project (referred to as the Cook Street Plaza Project) encompassing 18,000 square feet of retail space on the first floor and residential condominium units on the second and third floors has been approved and is under construction. The retail component of this project is anticipated to open in November 2005.

Major Village Initiatives

For the Year. The Village, through its Corporate Authorities, has established a vision statement that reads as follows:

The vision of the Village of Barrington is to preserve and promote its unique small town heritage, preserve its distinct ecological and historical character, provide a moral and safe environment, maintain a high quality of life through the efficient use of community resources, and respond to future challenges through citizen participation in all civic, social, and cultural endeavors.

The community is committed to preserving the quality of its neighborhoods, the quality of education, and the diversity of leisure time activities. The community is dedicated to fostering an easily-accessible center of activity for the Barrington area, maintaining a prosperous economic base, protecting its extensive natural resources, and promoting public participation and communication.

Each year the Corporate Authorities participate in a Strategic Goal Setting process for the purpose of redefining and adjusting key goals and objectives. The Village utilizes this strategic goal setting process to establish a direction that is consistent with the Village's vision statement. The initiatives undertaken in the fiscal year ended December 31, 2004 were in response to the Goals and Objectives established by the Board in November 2003.

A continuing initiative of the Village is the need to address the condition of public buildings. In November of 1997, funding for the construction of a new Village Hall and a new Public Safety Building was approved by a significant majority of the voters in a referendum process. The construction of the Public Safety Building and the new Village Hall was substantially completed in 2000 with remaining signage and landscaping projects

completed in 2003. In 2001 the Village completed successful negotiations with Union Pacific on a long-term lease on the train station that has allowed METRA, in conjunction with the Village, to move forward with the expansion and renovation of the station as well as improvements to the surrounding areas. The majority of the work on the building was completed in 2002 and the remainder of the project was completed in 2003. The Village continues to analyze designs and estimated costs for expanding the Public Works Facility. This project has been deferred as a result of the challenging economic environment the Village has experienced since 2001 but, due to the deteriorating condition of this facility, this project will need to be addressed in the near future.

Another major initiative of the Village is transportation, which continues to be a major issue for the community. In past surveys undertaken by the Village, traffic has been cited as a major concern of those responding. Growth within communities surrounding the BACOG area is taxing an already saturated highway system, thus increasing pressure to expand these systems. The Village is concerned about the impact of such expansion on the community. The Village, in conjunction with the State of Illinois Department of Transportation, Cook County and Lake County, undertook a feasibility study to evaluate traffic mitigation alternatives for Route 59. A Transportation Advisory Committee (TAC), appointed by the Board, was established for the purpose of identifying ways to address the traffic issues along Route 59/Hough Street. It has been and continues to be the desire of the Village to work closely with the Barrington Area Council of Governments (BACOG) and neighboring municipalities to address this issue. As such, representatives of BACOG and neighboring communities had been given the opportunity to serve on this committee. The TAC committee finalized their recommendations and forwarded them to the Village Board in 2001. Based on the committee's recommendations, the Village President and Board of Trustees drafted in 2002 a position statement calling for improvements to grading, signalization, and train gate coordination along Route 59 in order to improve traffic flow. The statement strongly opposed any widening of Route 59 or the pursuit of a bypass route. This statement has been sent to the Illinois Department of Transportation.

Another transportation related concern of the Village is the potential increase in freight line usage of the Elgin, Joliet & Eastern (EJ&E) and Union Pacific tracks. Increased usage of either of these lines will impact the tranquility of several residential areas within the community in addition to negatively impacting vehicular traffic flow through the Village and response times for emergency vehicles.

In the summer of 1990, Metra announced the initiation of a study to evaluate the feasibility of the first suburb-to-suburb commuter rail service in Chicago, which would ultimately run from Waukegan to Joliet. As proposed, the trains would utilize the Elgin, Joliet and Eastern (EJ&E) tracks, thereby increasing the number of trains on this stretch of track and further worsen an already tenuous situation. The Village Board adopted a resolution opposing this project in June 1990 and continues to monitor the situation.

Another priority for the Village is economic development and downtown revitalization. The Board approved the Master Plan developed by the Village Center Redevelopment Commission (VCRC) in August 1999. In February of 2000, the Village Board approved, at the recommendation of the VCRC, a Tax Increment Financing District (TIF) that

encompasses a majority of the property within the Village Center. With the establishment of the TIF District, the Village has commenced the renovation of the Village Center. A Streetscape design has been finalized. Construction, including the burial of utility lines, the rehabilitation of sidewalks, and the installation of decorative light poles, on most of the major streets within the Village Center has been completed. In addition to the Streetscape project, the Village has acquired property along North Hough Street and anticipates using this site as leverage for the redevelopment of properties that front on West Liberty Street. The Village has also entered into a redevelopment agreement with the developers of the Cook Street Plaza Project that will add to the Village Center 18,000 square feet of additional retail space.

For the Future. The Village Board, through the goal setting process, has reconfirmed its commitment to the retention of high levels of services and the planning for and implementation of necessary infrastructure improvements and capital projects. The challenge that the Village faces in the future is controlling operating costs and prioritizing capital projects so that service levels can be maintained and projects can be effectively implemented without further need for additional revenues.

Analysis of Factors Affecting Financial Condition

Cash Management. Cash temporarily idle during the year was invested in commercial bank time deposits, certificates of deposit, savings and loan time deposits, obligations of the U.S. Treasury, U.S. Agency securities, the Illinois Metropolitan Investment Pool (IMET), and the Illinois Funds Investment Pool (ILFD). Exceptions to these types of investments include investments made by the Police Pension Board in insurance annuities, Illinois Police Pension Fund Association (IPPFA) Pool, equities, and GNMA's. The maturity dates of the non-pension investments ranged from 30 days to 5 years and the average yield on investments was 1.92% for non-pension funds and 5.39% for the pension trust funds. The higher rate of return for the pension trust funds is attributable to the type of investments available to the funds; the Police and Fire Pension Funds are able to invest in equity based mutual funds and therefore achieved a higher rate of return due to the increase in value of equities in 2004. The objectives of the Village's investment policy include:

1. **Safety** - Safety of principal is the foremost objective of the investment program. Investments of the Village shall be undertaken in a manner that seeks to ensure the preservation of principal in the overall portfolio. To attain this objective, diversification is required so that potential losses on individual securities and/or financial institutions do not exceed the income generated from the remainder of the portfolio.
2. **Liquidity** - The Village's investment portfolio shall remain sufficiently liquid to enable the Village to meet all operating requirements that may be reasonably anticipated within each of the Village's individual Funds.
3. **Return on Investments** - The investment portfolio of the Village shall be designed with the objective of attaining a market average rate of return throughout budgetary

and economic cycles, taking into account the Village's risk constraints, the cash flow characteristics of the portfolio and legal restrictions for the return on investment.

Accordingly, deposits were either insured by federal depository insurance or were collateralized. All collateral on deposits were held by the Village's agent in the Village's name. One hundred percent of the investments held by the Village at December 31, 2004, excluding those investments not subject to risk categorization, are classified in risk category 1 as defined by the Governmental Accounting Standards Board (GASB).

Risk Management. The Village of Barrington is proud of its twenty-three year association as a charter member of the Intergovernmental Risk Management Agency (IRMA). From an initial group of fourteen Illinois municipalities, IRMA today boasts a membership of seventy-five units of local government. IRMA manages and funds first-party property losses, third-party liability claims, workers' compensation claims and public officials' liability claims of its members.

In addition, IRMA has established, and the Village actively participates in, a loss prevention and safety program which has resulted in better control of claims and management of losses. An indication of the Village's commitment to safety is the presence of the Village's active Health and Safety Committee which is made up of representatives of all operating departments of the Village. The purpose of the Health and Safety Committee is to simplify the exchange of ideas between supervisors and employees and enhance the awareness of the Village's and IRMA's Safety and Loss Prevention Programs. The Committee also reviews, recommends and develops programs to address safety concerns and training needs.

Also, the Village obtains its coverage for employee group health and life insurance through a self-funded insurance cooperative, Intergovernmental Personnel Benefit Cooperative (IPBC). The Village was a charter member of IPBC when it was formed in 1980 and membership in the cooperative has since increased to thirty. Membership in IPBC requires a three-year commitment and members can tailor their insurance plans to suit their unique organizational needs.

Pension Trust Funds. The Village sponsors single employer defined benefit pension plans for its sworn police and fire personnel. Each year an independent actuary engaged by the Village calculates the amount of the annual contribution that the Village must make to the pension plan to ensure the plan will be able to meet its future obligations to retired employees. As a matter of policy, the Village of Barrington fully funds each year's annual required contribution to the pension plans as determined by the actuary. As a result of the Village's conservative funding policy, based on the latest actuary report, the Village succeeded in funding 87.6 percent of the present value of projected benefits for the Police Pension Fund and 78.0 percent of the present value of projected benefits for the Firefighter's Pension Fund.

The Village also provides pension benefits for its non-sworn employees through the Illinois Municipal Retirement Fund (IMRF). The Village has no obligation in connection with

employee benefits offered through this plan beyond its legally required annual contribution amount.

Additional information on the Village's pension arrangements and post-employment benefits can be found in Notes 1 and 4 (on page 40 and page 66 respectively) in the notes to the financial statements.

Awards and Acknowledgements

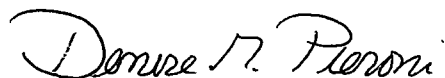
Awards. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING to the Village of Barrington for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2003. The Certificate of Achievement is a prestigious award recognizing conformance with the highest standards for preparation of state and local government financial reports. To be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report (CAFR) whose contents conform to program standards. The CAFR must satisfy both Generally Accepted Accounting Principles (GAAP) and applicable legal requirements.

A Certificate of Achievement is valid for one year only. The Village of Barrington has received a Certificate of Achievement for the last twenty-one consecutive years. We believe our current report continues to conform to the Certificate of Achievement Program requirements and we are submitting this year's report to the GFOA for consideration.

Acknowledgments. The timely preparation of the Comprehensive Annual Financial Report could not be accomplished without the efficient and dedicated services of the entire staff of the Administrative Services Department. I would like to express my appreciation to all members of the department who helped and contributed to its preparation. A special note of thanks to Maggie Bosley, Jason Hayden, Allison Chmelik, and Heather McGovern. Without their knowledge, dedication, patience, and hard work completion of this report would not have been possible.

On behalf of the staff of the Department of Administrative Services, we would like to thank the Village President and members of the Board of Trustees, especially those members serving on the Administrative Services Committee, for their interest and support in planning and conducting the financial operations of the Village in a responsible and progressive manner. Without their leadership and ongoing support for this department, preparation of this report could not have been accomplished.

Respectfully submitted,



Denise M. Pieroni
Director of Administrative Services/Village Treasurer

**Village of Barrington, Illinois
Principal Officials
December 31, 2004**

VILLAGE PRESIDENT

Marshall S. Reagle

VILLAGE BOARD OF TRUSTEES

Karen Y. Darch

James A. Daluga

Paul D. Hunt

Elizabeth J. Raseman

Jack T. Schaefer

Jeanne M. Yeagley

VILLAGE CLERK

Ronald M. Koppelman

DEPARTMENT HEADS

Director of Administrative Services/Treasurer

Denise M. Pieroni

Chief of Fire/EMS

James E. Arie

Chief of Police

Jeffrey L. Lawler

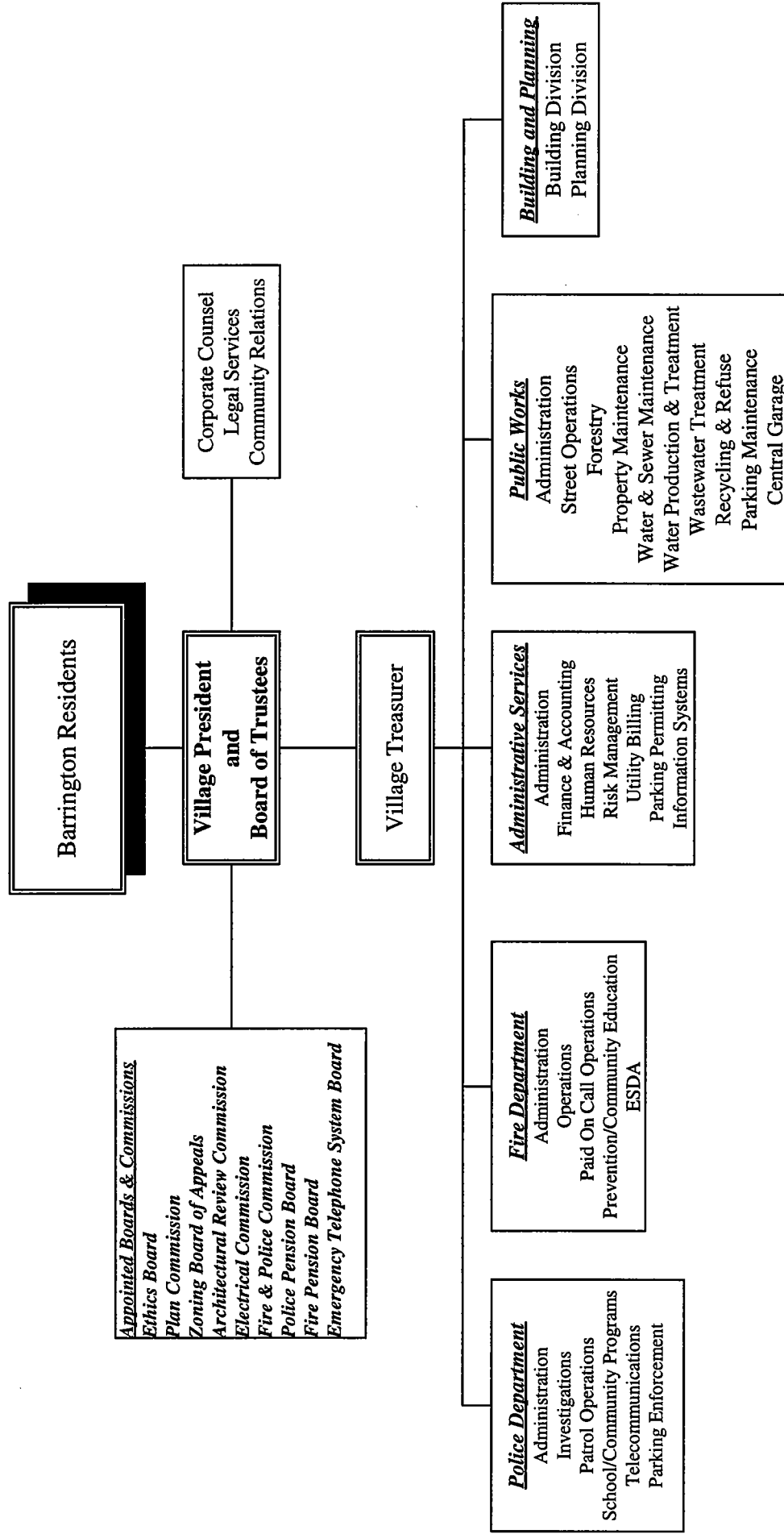
Director of Building and Planning

James C. Wallace, Jr

Director of Public Works

John M. Heinz

Village of Barrington 2004 Organization Chart



Certificate of Achievement for Excellence in Financial Reporting

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Village of Barrington,
Illinois

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2003

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Nancy L. Ziehl

President

Jeffrey R. Emer

Executive Director

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

INDEPENDENT AUDITORS' REPORT

April 28, 2005

The Honorable Village President
Members of the Board of Trustees
Village of Barrington, Illinois

We have audited the accompanying basic financial statements of the Village of Barrington, Illinois as of and for the year ended December 31, 2004, as listed in the accompanying table of contents. These basic financial statements are the responsibility of the Village of Barrington, Illinois' management. Our responsibility is to express an opinion on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of the Village of Barrington, Illinois as of December 31, 2004, and the results of its operations and the cash flows of its business type activities for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The combining and individual fund schedules, as well as the information listed as supplemental and schedules, are presented for purposes of additional analysis and are not a required part of the basic financial statements of the Village of Barrington, Illinois. Such information, except for that portion marked "unaudited" on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is presented fairly, in all material respects, in relation to the basic financial statements taken as a whole.

The Management's Discussion and Analysis and the other required supplementary information listed in the accompanying table of contents are not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted primarily of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion thereon.

The introductory and statistical information listed in the table of contents was not audited by us and, accordingly, we do not express an opinion thereon.

Lauterbach + Amen LLP
LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

VILLAGE OF BARRINGTON, ILLINOIS

Management's Discussion and Analysis December 31, 2004

Our discussion and analysis of the Village of Barrington's financial performance provides an overview of the Village's financial activities for the fiscal year ended December 31, 2004. Please read it in conjunction with the transmittal letter on pages i – x and the Village's financial statements, which begin on page 19.

Financial Highlights

- The Village's net assets, which equal total assets minus total liabilities, increased \$1,077,251 (1.47%), from \$73,201,222 in 2003 to \$74,278,473 at the end of the 2004 fiscal year. Unrestricted assets, assets that may be used to meet the Village's ongoing obligations to residents and creditors, increased from \$19,022,630 at the end of 2003 to \$20,195,348 at the end of the 2004 fiscal year (an increase of \$1,172,718 or 6.16%).
- At the end of fiscal year 2004, net assets of Governmental Activities had increased \$869,152 (1.81%) to a total of \$48,757,017. Unrestricted net assets of Governmental Activities at the end of 2004 were equal to \$14,121,438 (an increase of \$899,142 or 6.80%).
- At the end of 2004 Business-Type Activities included \$25,521,456 in net assets and \$6,073,910 in unrestricted assets, reflecting increases of \$208,099 (.82%) and \$273,576 (4.72%) respectively from the end of 2003.
- Revenues for Governmental Activities equaled \$15,417,587 in 2004, increasing from 2003 revenues of \$15,066,159 and exceeding total expenses of \$14,281,004 by \$1,136,583. In 2003, revenues exceeded total expenses of \$13,875,666 by \$1,190,493.
- Revenues for Business-Type Activities equaled \$6,283,791 in 2004, an increase of \$784,400 from 2003 revenues of \$5,499,391. Revenues for Business-Type Activities exceeded total expenses of \$6,075,692 by \$208,099 in 2004. In 2003 expenses of \$5,595,316 exceeded revenues by \$95,925.
- The ending fund balance for the General Fund equaled \$11,497,749, an increase of \$501,757 from the beginning balance of \$10,995,992. Of the total fund balance, \$6,933,912 (57.59% of 2004 expenditures) is unreserved and can be used to meet the Village's ongoing obligations to residents and creditors.

Using this Annual Report

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities (on pages 19 - 21) provide information about the activities of the Village of Barrington as a whole and present a longer-term view of the Village's finances. Fund financial statements begin on page 22. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending.

VILLAGE OF BARRINGTON, ILLINOIS

Management's Discussion and Analysis December 31, 2004

Using this Annual Report (Continued)

Government-Wide Financial Statements

Fund financial statements also report the Village's operation in more detail than the government-wide statements by providing information about the Village's most significant funds. The remaining statements provide financial information about activities for which the Village acts solely as a trustee or agent for the benefit of those outside of the government.

The government-wide financial statements provide readers with a broad overview of the Village of Barrington's finances, in a manner similar to a private-sector business. The government wide financial statements can be found on pages 19 - 21 of this report.

The Statement of Net Assets reports information on all of the Village's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating. Consideration of other non-financial factors, such as changes in the Village's property tax base and the condition of the Village's roads, is needed to assess the overall financial and operating health of the Village.

The Statement of Activities presents information demonstrating the changes in the government's net assets during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (Governmental Activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (Business-Type Activities). The Governmental Activities of the Village include general government, public safety, public works, and building and planning. The Business-Type Activities of the Village include waterworks and sewerage, recycling and refuse, and parking operations.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village of Barrington, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

VILLAGE OF BARRINGTON, ILLINOIS

Management's Discussion and Analysis December 31, 2004

Using This Annual Report (Continued)

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the Village's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for Governmental Activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

The Village maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Debt Service Fund, Capital Projects Fund, and the TIF Redevelopment Fund all of which are considered major funds. The Village adopts an annual appropriated budget for all of the governmental funds. A budgetary comparison statement for these funds has been provided to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 22 - 25 of this report.

Proprietary Funds

The Village of Barrington maintains two different types of proprietary funds: enterprise and internal service. Enterprise funds are used to report the same functions presented as Business-Type Activities in the government-wide financial statements. The Village utilizes enterprise funds to account for its waterworks and sewerage, recycling and refuse, and parking operations. Internal service funds are an accounting device used to accumulate and allocate costs internally among the Village's various functions.

VILLAGE OF BARRINGTON, ILLINOIS

Management's Discussion and Analysis December 31, 2004

Using This Annual Report (Continued)

Proprietary Funds (Continued)

The Village uses internal service funds to account for its fleet of vehicles and equipment as well as its Information Systems services and equipment. Because both of these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Waterworks and Sewerage Fund, the Parking Fund and the Recycling and Refuse Fund. The Waterworks and Sewerage Fund and the Parking Fund are both considered to be major funds of the Village while the Recycling and Refuse Fund is considered a non-major fund.

Both internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 26 - 29 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Village of Barrington's own programs. The accounting use for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages 30 - 31 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 32 - 74 of this report.

VILLAGE OF BARRINGTON, ILLINOIS

Management's Discussion and Analysis December 31, 2004

Using This Annual Report (Continued)

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village of Barrington's Illinois Municipal Retirement Fund, police, and firefighters employee pension obligations. Required supplementary information can be found on pages 75 - 81 of this report. The combining statements referred to earlier in connection with non-major governmental funds and internal service funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 82 - 125 of this report.

Government Wide Financial Analysis

Net assets serve as a useful indicator of a government's financial position. The following tables (Table 1 and Table 2) illustrate the Village of Barrington's Net Assets, which equaled \$74,278,473 for the fiscal year ended December 31, 2004.

Table 1: Net Assets (in Millions)
Fiscal Year Ended December 31, 2004

	Governmental Activities		Business-Type Activities		Total	
	2004	2003	2004	2003	2004	2003
Current and Other Assets	\$ 24.4	\$ 23.3	\$ 7.7	\$ 7.8	\$ 32.1	\$ 31.1
Capital Assets	38.5	39.8	24.7	25.1	63.2	64.9
Total Assets	62.9	63.1	32.4	32.9	95.3	96.0
Long-Term Debt Outstanding	8.1	8.8	5.6	6.0	13.7	14.8
Other Liabilities	6.1	6.4	1.3	1.6	7.4	8.0
Total Liabilities	14.2	15.2	6.9	7.6	21.1	22.8
Net Assets						
Invested in Capital Assets,						
Net of Debt	29.6	30.4	18.7	18.8	48.3	49.2
Restricted	5.0	4.3	0.7	0.7	5.7	5.0
Unrestricted (Deficit)	14.1	13.2	6.1	5.8	20.2	19.0
Total Net Assets	\$ 48.7	\$ 47.9	\$ 25.5	\$ 25.3	\$ 74.2	\$ 73.2
	\$ 62.9	\$ 63.1	\$ 32.4	\$ 32.9	\$ 95.3	\$ 96.0

VILLAGE OF BARRINGTON, ILLINOIS

Management's Discussion and Analysis December 31, 2004

Government Wide Financial Analysis (Continued)

Table 2: Changes in Net Assets (in Millions)
Fiscal Year Ended December 31, 2004

	Governmental Activities		Business-Type Activities		Total	
	2004	2003	2004	2003	2004	2003
Revenues						
Program Revenues						
Charges for Services	\$ 4.9	\$ 4.2	\$ 5.2	\$ 4.8	\$ 10.1	\$ 9.0
Operating Grants/Contributions	0.4	0.4	-	-	0.4	0.4
Capital Grants/Contributions	-	0.2	0.7	0.5	0.7	0.7
General Revenues						
Property Taxes	3.3	3.1	-	-	3.3	3.1
Sales Taxes	4.2	4.5	-	-	4.2	4.5
Other Taxes	2.1	2.1	-	-	2.1	2.1
Interest Income	0.3	0.4	0.3	0.1	0.6	0.5
Other Revenue Sources	0.2	0.2	0.1	0.1	0.3	0.3
Total Revenues	15.4	15.1	6.3	5.5	21.7	20.6
Expenses						
General Government	1.5	1.8	-	-	1.5	1.8
Public Safety	8.0	7.4	-	-	8.0	7.4
Public Works	3.8	3.8	-	-	3.8	3.8
Building and Planning	0.5	0.4	-	-	0.5	0.4
Waterworks & Sewerage	-	-	4.4	4.0	4.4	4.0
Parking System	-	-	0.8	0.8	0.8	0.8
Recycling & Refuse	-	-	0.8	0.8	0.8	0.8
Interest on Long-Term Debt	0.5	0.5	-	-	0.5	0.5
Total Expenses	14.3	13.9	6.0	5.6	20.3	19.5
Increase (Decrease) in Net Assets Before Transfers	1.1	1.2	0.3	(0.1)	1.4	1.1
Transfers	-	-	-	-	-	-
Increase (Decrease) in Net Assets	\$ 1.1	\$ 1.2	\$ 0.3	\$ (0.1)	\$ 1.4	\$ 1.1
Net Assets-Beginning	47.6	46.7	25.3	25.4	72.9	72.1
Net Assets-Ending	\$ 48.7	\$ 47.9	\$ 25.6	\$ 25.3	\$ 74.3	\$ 73.2

VILLAGE OF BARRINGTON, ILLINOIS

Management's Discussion and Analysis December 31, 2004

Government Wide Financial Analysis (Continued)

The Village's net assets are composed of capital assets, restricted assets, and unrestricted assets. In 2004, capital assets comprised 65.1% of net assets and reflect Village investments in capital assets and infrastructure (for example, land, streets, buildings, machinery, and equipment), less any related debt used to acquire those assets that remains outstanding. The Village uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the Village's net assets (approximately 7.7% of net assets) represents resources that are subject to external restrictions on how they may be used. The remaining 27.2% of assets, or approximately \$20.2 million, represents unrestricted net assets and may be used to meet the government's ongoing obligations to citizens and creditors.

Net assets for Village Governmental Activities increased by approximately \$800,000 in 2004, from a beginning total of \$47.9 million to an ending total of \$48.7 million. Unrestricted net assets, the portion of net assets that can be used to finance day-to-day operations without constraints, equaled \$14.1 million at the end of 2004.

Restricted assets for Governmental Activities equaled \$5.0 million and capital assets and infrastructure equaled \$29.6 million at the end of 2004.

Net assets of Business-Type Activities increased approximately \$200,000 in 2004, from a beginning total of \$25.3 million to an ending total of \$25.5 million. Net assets for Business-Type Activities included \$6.1 million in unrestricted net assets, approximately \$700,000 in restricted net assets, and \$18.7 million in capital assets and infrastructure.

Total Village revenues (excluding special items) equaled approximately \$21.7 million and exceeded the total cost of all programs and services, which equaled approximately \$20.3 million, by \$1.4 million. Because revenues exceeded the cost of all programs and services in 2004, Village net assets were increased by the \$1.4 million (please note, there was a restatement of beginning net assets which occurred in 2004 – this restatement is the reason net assets at the end of 2003 are more than net assets at the beginning of 2004). Net assets increased for both Business-Type (increase of approximately \$300,000) and Governmental (increase of approximately \$1.1 million) Activities in 2004.

VILLAGE OF BARRINGTON, ILLINOIS

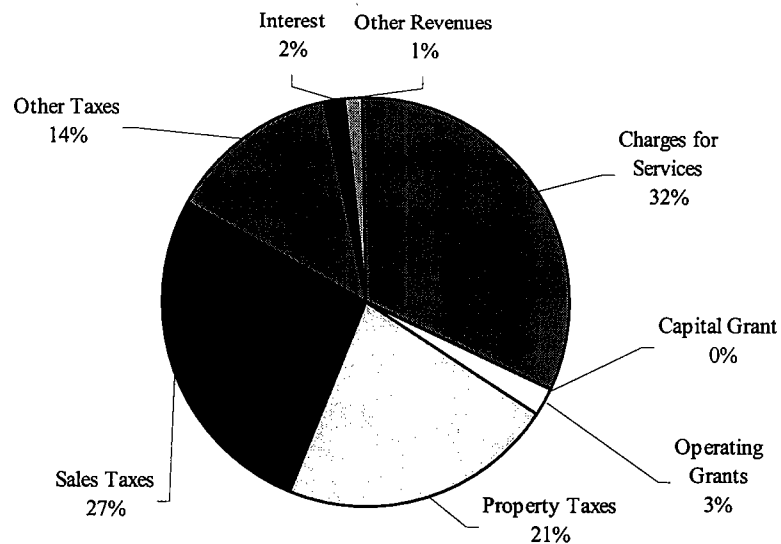
Management's Discussion and Analysis December 31, 2004

Government Wide Financial Analysis (Continued)

Governmental Activities

Revenues for governmental activities (excluding special items) equaled \$15.4 million in 2004 while the cost of all programs and services equaled \$14.3 million. The following graph depicts the major revenue sources for the Village.

Revenues by Source - Governmental Activities



The graph depicts very clearly the balanced nature of the revenue sources that fund Village governmental activities. As illustrated by the graph, three revenue sources, Charges for Services, Sales Tax, and Property Taxes each provide at least 20% of the revenue that supports Governmental Activities. In addition, Other Taxes provides 14% of Governmental Activities revenue. The balanced nature of Governmental Activities revenue sources is a source of resiliency for the Village's financial condition as downturns in one revenue source are typically offset by increases in other sources.

The 'Revenues and Expenses' graph on the following page identifies the various governmental functions and illustrates the relationship between the revenues supporting each function and the expenses associated with each function. As demonstrated in the table, for each of the five governmental functions revenues exceeded or equaled expenditures in 2004.

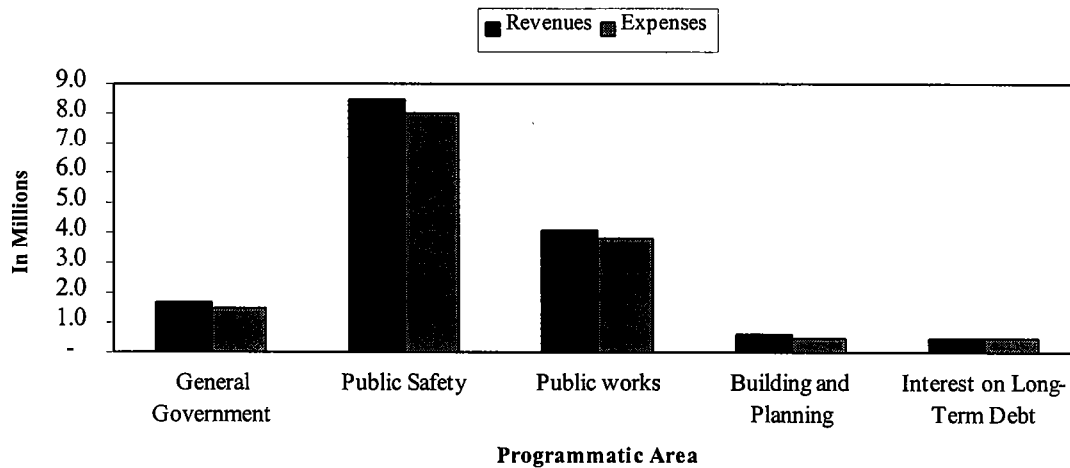
VILLAGE OF BARRINGTON, ILLINOIS

Management's Discussion and Analysis December 31, 2004

Government Wide Financial Analysis (Continued)

Governmental Activities (Continued)

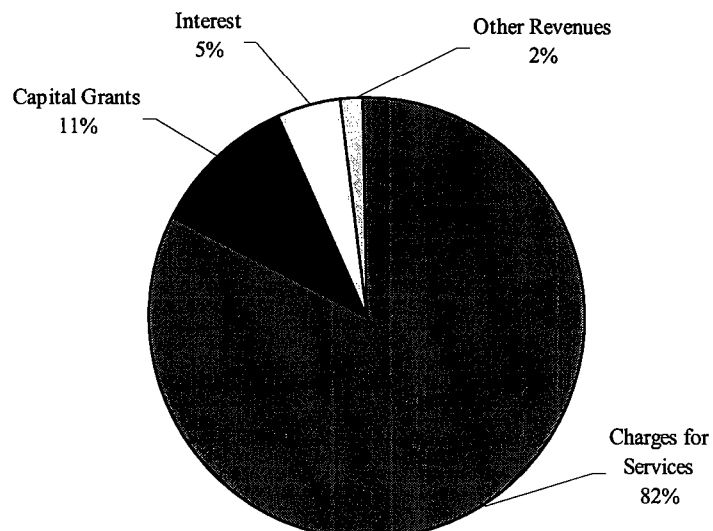
Revenues and Expenses - Governmental Activities



Business-type activities

Revenues supporting the Village's Business-Type Activities equaled \$6.3 million in 2004 (excluding special items) while expenses for those activities equaled \$6.0 million.

Revenues by Source - Business-Type Activities



VILLAGE OF BARRINGTON, ILLINOIS

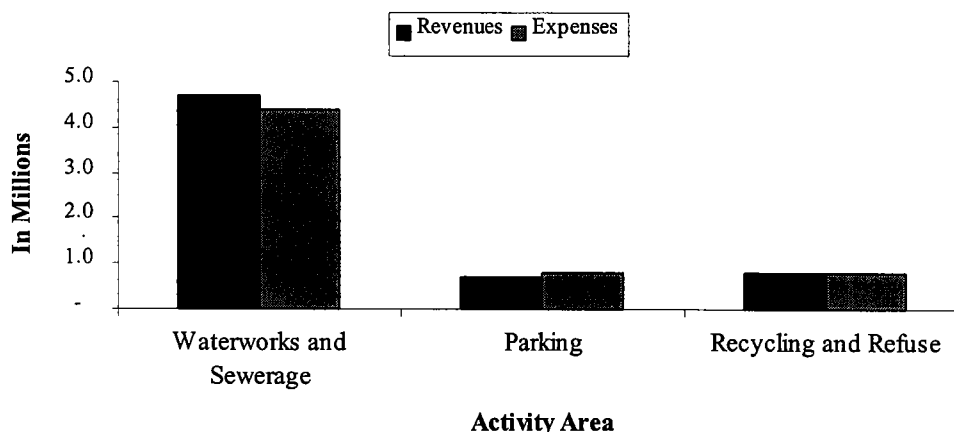
Management's Discussion and Analysis December 31, 2004

Government Wide Financial Analysis (Continued)

Business-type activities (Continued)

In terms of revenues by source, Business-Type Activities derive the majority of their revenues (82%) from Charges for Services. This is appropriate as these Village functions are similar to private sector entities in that they are expected to provide services to residents and charge a fee for those services in an amount that supports ongoing operations as well as the continuing capital investments necessary to maintain capital assets (i.e. Water and Sewer Systems, Parking Lots). Another significant source of revenue for the Village's Business Type Activities in 2004 was connection charges which are classified as Capital Grants/Contributions according to GASB #34.

Revenues and Expenses - Business-Type Activities



The above graph compares revenues to expenses for waterworks and sewerage operations, parking operations, and recycling and refuse operations. As a whole Business-Type Activities had an increase in net assets of approximately \$300,000, however, the 'Revenues and Expenses' graph illustrates that parking operations had expenses that exceeded supporting revenues. Revenues for waterworks and sewerage and recycling and refuse activities exceeded expenses (for recycling and refuse activities this is not clearly illustrated in the graph but an examination of the Statement of Revenues, Expenses, and Changes in Net Assets on Page 110 will verify the veracity of this statement).

Expenses for parking activities exceeded revenues in 2004 due to the completion of the construction of the Commuter Train Station and a delay in the consideration of an increase in parking fees. The Village had accumulated a fund balance for the completion of the Train Station Renovation Project and the utilization of this fund balance to complete the project

VILLAGE OF BARRINGTON, ILLINOIS

Management's Discussion and Analysis December 31, 2004

Government Wide Financial Analysis (Continued)

Business-type activities (Continued)

contributed to expenses exceeding revenues for Parking Activities in 2004. In addition, the leasing of the Train Station from METRA increased the operating costs in the Parking Activities Fund. The Village had planned to increase parking fees in conjunction with the increase in operating costs but chose to delay implementation of this increase.

Financial Analysis of the Government's Funds

As noted earlier, the Village of Barrington uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the Village's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the governmental funds reported combined ending fund balances of \$15,371,924. Included in the total governmental fund balance is a negative fund balance of \$3,800,987 in the TIF Redevelopment Fund. This is an expected occurrence as the TIF Redevelopment Fund is in the early stages of its existence and will be repaying all or a portion of the amounts loaned to it by other Village Funds throughout its existence (ending in 2023 unless extended).

The Village's General Fund is used to account for the resources and expenses associated with those services generally associated with a municipal government such as police protection, fire suppression and prevention, street maintenance, forestry, property maintenance, building code enforcement, zoning code enforcement, and general administration.

The Capital Improvement Fund provides the resources needed for the major construction projects in the Village including street improvements, sidewalk installation, and the construction of bikeways. The TIF Redevelopment Fund is intended to encourage the redevelopment of the Village's Central Business District and provides resources for improvement of the infrastructure in the downtown as well as development projects. The Debt Service Fund is used to account for the revenues and expenditures necessary to service the Village's outstanding general obligation debt.

The General Fund, Capital Improvement Fund, and TIF Redevelopment Fund had excesses of Revenues over Expenditures of \$501,757, \$418,019, and \$174,857

VILLAGE OF BARRINGTON, ILLINOIS

Management's Discussion and Analysis December 31, 2004

Financial Analysis of the Government's Funds (Continued)

Governmental Funds (Continued)

respectively. The Debt Service Fund had a deficiency of Revenues under Expenditures of \$24,425. As detailed below, this deficit was planned for and anticipated by the Village in the 2004 Budget.

- The Debt Service Fund includes a deficit of revenues under expenditures that is a result of a difference between the interest payment schedule and the tax levy schedule for the General Obligation Bond Series of 1998. Specifically, each year the levy includes the interest payment due in December of the next year and in June of the subsequent year. This timing difference results from the Village collecting the amount levied for the June interest in one fiscal year and paying this amount in the subsequent fiscal year. Bond interest payments decline during the life of the bond and will, therefore, result in a deficit in the Debt Service Fund for the duration of the bond due to the timing difference between the tax levy schedule and the interest payment schedule.

Proprietary funds

The Village's proprietary funds' statements provide the same type of information found in the government-wide financial statements, but in more detail.

The Village reports the Waterworks and Sewerage Fund as a major proprietary fund. This fund accounts for all of the operations of the municipal water and sewer system. Water is produced from several wells located in the Village. After appropriate treatment, the water is then sold to all municipal customers and distributed through the Village's water main system. The Village sells water to municipal customers at rates that are intended to provide sufficient resources for current operations as well as necessary investments in the capital infrastructure supporting the water system. The wastewater system consists of the sanitary sewer main system for collection of wastewater and the wastewater treatment facility for the treatment and discharge of the collected wastewater. The wastewater system is also financed through charges for services.

The Village also reports the Motor Vehicle Parking System as a major proprietary fund. This fund accounts for the operations of the municipally owned commuter and central business district parking lots. The Fund is supported by revenues received from fare boxes, the sales of parking permits, and fines and forfeitures for parking violations.

VILLAGE OF BARRINGTON, ILLINOIS

Management's Discussion and Analysis December 31, 2004

Financial Analysis of the Government's Funds (Continued)

Proprietary Funds (Continued)

The Recycling and Refuse Fund is a non-major proprietary fund that is used by the Village to account for the resources and expenses associated with the collection and disposal of solid waste and recyclables.

General Fund Budgetary Highlights

Over the course of the fiscal year the Village Board revised the budget for 2004 nine times. Two of these budgetary changes, the first and the third, involved amendments to the Village's Official Compensation Plan and did not have any impact on the expenditure budget. The second budget amendment, which occurred towards the beginning of the year, reduced the expenditure budget to compensate for anticipated decreases in estimated revenues for 2004. The fourth budget amendment involved re-appropriating resources for the completion of projects that were budgeted but not completed in the preceding fiscal year. The fifth budgetary change adjusted two expenditure budget accounts to correct oversights in the original budget, this amendment also adjusted the Village's Official Compensation Plan. The sixth and seventh budget amendments were made toward the end of the fiscal year and involved modifications to the Village's Compensation Plan and adjustments to the expenditure budget in the Capital Improvement Fund, Debt Service Fund, and Water and Sewer Fund (these adjustments were made to provide funding for capital projects and to correct an oversight in the original budget for the Debt Service Fund). The eighth expenditure budget amendment provided additional funding for legal services due to the expense of several lawsuits that were filed against the Village in 2004. In addition, the eighth amendment provided additional funding in the Water and Sewer Fund for a capital project related to Wastewater Systems Improvements. The ninth budget amendment adjusted the Police Pension Fund Expenditure Budget due to benefit payment expenses that were higher than anticipated when the 2004 budget was originally passed.

Capital Assets and Debt Administration

Capital Assets

The Village of Barrington's investment in capital assets for its governmental and business type activities as of December 31, 2004 was \$63,199,264 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, land improvements, vehicles, machinery and equipment, park facilities, streets and related infrastructure, sidewalks, and bridges. The Village's total investment in capital assets decreased by \$1,624,018 due to depreciation in 2004.

VILLAGE OF BARRINGTON, ILLINOIS

Management's Discussion and Analysis December 31, 2004

Capital Assets and Debt Administration (Continued)

Capital Assets (Continued)

Table 3: Capital Assets - Net of Depreciation (in Millions) Fiscal Year Ended, December 31, 2004			
	Governmental Activities	Business-type Activities	Total
Land	\$ 13,555,978	\$ 1,126,408	\$ 14,682,386
Buildings	10,972,567	-	10,972,567
Vehicles & Equipment	859,170	-	859,170
Infrastructure	13,094,058	23,591,083	36,685,141
Total	\$ 38,481,773	\$ 24,717,491	\$ 63,199,264

Major additions undertaken in 2004 included (in millions):

Reconstruction of Sanitary Sewer, Elm Road/Willow to Lake Zurich Road	\$ 226,575
Wastewater Treatment Facility Improvements, paid for with proceeds from the IEPA loan of 2003	95,029
Acquisition of new E-1 Fire Engine Pumper	99,167
Acquisition of new IHC Ambulance	69,450
Acquisition of new Pelican Street Sweeper	118,217
	<u>\$ 608,438</u>

The fiscal year 2004 construction and equipment budgets included \$784,000 for those projects that were capitalized in 2004, principally for the completion of renovation and improvements to the Wastewater Treatment Facility. In the 2005 budget, the Village plans to issue additional debt for several projects in the continuing effort to redevelop the Village's downtown. However, the majority of Capital Improvements will be completed using the resources on hand in the Capital Improvement Fund and the enterprise funds. Additional information on the Village's capital assets can be found in Note 3 on pages 51 - 53 of this report.

Debt Administration

On December 31, 2004, the Village had four General Obligation debt issues outstanding. The first was the \$900,000 Installment Contract of 1997 with a remaining balance of \$315,000, proceeds from which were used to fund the purchase of land on Northwest Highway for the Public Safety Building. The second debt issue is the \$5,000,000 General Obligation Bonds issue, Series 1998 with a Moody's rating of Aa3 and a remaining balance

VILLAGE OF BARRINGTON, ILLINOIS

Management's Discussion and Analysis December 31, 2004

Capital Assets and Debt Administration (Continued)

Debt Administration (Continued)

of \$3,870,000, proceeds from which were used towards the construction of the new Village Hall and Public Safety Building. The third issue is the \$5,895,000 General Obligations Bonds issue, Series 1999 with a remaining balance of \$4,655,000 with a Moody's rating of Aa3 and a Moody's FSA insured rating for the 2010 through 2018 maturities of Aaa, proceeds from which were used towards the construction of the new Village Hall and Public Safety Building and the advance refunding of the 1992 General Obligation Refunding Bonds issue. The fourth debt issue is the \$2,600,000 General Obligation Waterworks and Sewerage Alternate Revenue Source Bonds, Series of 1999B with a remaining balance of \$1,970,000 with a Moody's rating of Aa3, proceeds from which were used towards improvements to the water and wastewater systems. In addition, the Village has also taken advantage of low interest loans from the Illinois Environmental Protection Agency and therefore owes the agency \$4,007,445. The following table (Table 4) illustrates the Village's outstanding debt.

**Table 4: Installment Contract, General Obligation Bonds, Revenue Bonds, and IEPA Loans
Fiscal Year Ended, December 31, 2004**

	Governmental Activities	Business-type Activities	Total
Installment Contract	\$ 315,000	\$ -	\$ 315,000
General Obligation Bonds	8,525,000	-	8,525,000
Alternate Revenue Bond	-	1,970,000	1,970,000
IEPA Loans	-	4,007,445	4,007,445
Total	\$ 8,840,000	\$ 5,977,445	\$ 14,817,445

Under current state statutes, the Village's general obligation bonded debt issuances are subject to a legal limitation as illustrated in the following table.

Legal Debt Margin

2003 Equalized Assessed Valuation	475,619,193
Legal Limitation	8.625%
Legal Debt Limit	41,022,155
Current Amount of Debt Applicable to Limit	10,810,000
Ratio of General Obligation Debt Per Capita ⁽¹⁾	\$1,028.61

(1) There is an additional \$351,097 in the Debt Service Fund available for paying long-term debt obligations. This amount was subtracted from the \$10,810,000 in this calculation.

VILLAGE OF BARRINGTON, ILLINOIS

Management's Discussion and Analysis December 31, 2004

As shown in the table on the previous page, the Village's gross general obligation bonded debt is below the legal limit authorized under state statutes. Additional information on the Village's long-term debt can be found in Note 3 on pages 55 – 62 of this report.

Economic Factors and Next Year's Budget

The Village's elected and appointed officials considered many factors when setting the fiscal-year 2005 budget and the associated property tax rates and charges for services. One of those factors is the economy. As discussed in the Transmittal Letter (Pages i - x), the Village is continuing to recover from a reduction in elastic revenues due to the economic downturn during 2001 and 2002. This recovery is producing an austere fiscal environment and the Village has formulated its 2005 budget appropriately in order to maintain its financial condition.

Despite the cyclical challenges posed by the economic environment in 2001 and 2002, the Village maintains solid underlying demographic and economic characteristics. As discussed in the transmittal letter, Village residents have a high median income and property values in the Village for residential, commercial, and retail properties continue to increase. In addition, the Village's sales tax base remains stable due to the presence of several automobile dealers including one that specializes in high retail luxury vehicles. In addition, several residential and commercial developments are expected to be completed in 2004 and these developments should provide solid growth in the future for both the Village's property tax and sales tax base.

The Village has taken these factors into account for the 2005 Budget. The total appropriated original budget across all Funds for 2005 was equal to \$32,172,799. However, this budget includes \$10,775,750 in capital expenditures across multiple funds which is somewhat larger than in a typical year as the Village invests in its capital assets and in the redevelopment of the downtown. The operating budget of \$20,987,049 represents an increase of \$890,451 (4.24%) from the \$20,096,598 expended in 2004. The operating and capital budget in 2005 should provide an ending financial condition that will provide a solid basis for the 2006 fiscal year.

Requests for Information

This financial report is designed to provide a general overview of the Village of Barrington's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to the Administrative Services Department, Village of Barrington, 200 South Hough Street, Barrington, Illinois, 60010.

BASIC FINANCIAL STATEMENTS

The basic financial Statements include integrated sets of financial statements as required by the Governmental Accounting Standards Board. The sets of statements include:

- Government-wide Financial Statements
- Fund Financial Statements
 - Governmental Funds
 - Proprietary Funds
 - Fiduciary Funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

VILLAGE OF BARRINGTON, ILLINOIS

**Statement of Net Assets
December 31, 2004**

See Following Page

VILLAGE OF BARRINGTON, ILLINOIS

Statement of Net Assets
December 31, 2004

	ASSETS		
	Governmental Activities	Business-Type Activities	Total
Current Assets			
Cash and Investments	\$ 17,230,039	\$ 6,112,988	\$ 23,343,027
Receivables - Net	5,454,376	816,158	6,270,534
Prepays	-	28,896	28,896
Deposits - Insurance	1,029,493	-	1,029,493
Restricted Cash and Investments	-	707,500	707,500
Total Current Assets	23,713,908	7,665,542	31,379,450
Capital Assets			
Land	13,555,978	1,126,408	14,682,386
Buildings	12,331,355	-	12,331,355
Sewer System	-	17,517,928	17,517,928
Water System	-	21,222,175	21,222,175
Land Improvements	-	1,565,727	1,565,727
Vehicles and Equipment	349,986	-	349,986
Infrastructure	20,672,991	-	20,672,991
Accumulated Depreciation	(8,428,537)	(16,714,747)	(25,143,284)
Total Capital Assets	38,481,773	24,717,491	63,199,264
Other Assets			
Net Pension Asset	695,818	-	695,818
Total Assets	62,891,499	32,383,033	95,274,532

	Governmental Activities	Business-Type Activities	Total
LIABILITIES			
Current Liabilities			
Accounts and Retainage Payable	\$ 1,391,644	\$ 261,277	\$ 1,652,921
Accrued Payroll and Related	170,996	33,305	204,301
Accrued Interest Payable	26,483	-	26,483
Deposits and Other Payables	224,197	314,649	538,846
Unearned Revenue	3,142,887	155,362	3,298,249
Current Portion Long-Term Debt	632,655	372,603	1,005,258
Total Current Liabilities	5,588,862	1,137,196	6,726,058
Noncurrent Liabilities			
Compensated Absences Payable	270,620	95,631	366,251
Installment Contracts/Loans Payable	215,000	3,818,750	4,033,750
Alternate Revenue Bonds Payable	-	1,810,000	1,810,000
General Obligation Bonds Payable	8,060,000	-	8,060,000
Total Noncurrent Liabilities	8,545,620	5,724,381	14,270,001
Total Liabilities	14,134,482	6,861,577	20,996,059
NET ASSETS			
Invested in Capital Assets - Net of Related Debt Restricted	29,641,773	18,740,046	48,381,819
Special Revenues	1,426,221	-	1,426,221
Capital Projects	3,242,971	-	3,242,971
Debt Service	324,614	707,500	1,032,114
Unrestricted	14,121,438	6,073,910	20,195,348
Total Net Assets	\$ 48,757,017	\$ 25,521,456	\$ 74,278,473

The notes to the financial statements are an integral part of this statement.

VILLAGE OF BARRINGTON, ILLINOIS

Statement of Activities

Year Ended December 31, 2004

	Expenses	Program Revenues		
		Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions
Governmental Activities				
General Government	\$ 1,467,677	\$ 509,048	\$ 8,056	\$ -
Public Safety	8,017,247	3,972,686	93,021	-
Public Works	3,804,870	-	295,802	36,478
Building and Planning	511,132	430,846	-	-
Interest on Long-Term Debt	480,078	-	-	-
Total Governmental Activities	14,281,004	4,912,580	396,879	36,478
Business-Type Activities				
Waterworks and Sewerage	4,426,496	3,687,639	-	677,450
Parking	806,697	659,777	-	-
Recycling	842,499	843,998	-	-
Total Business-Type Activities	6,075,692	5,191,414	-	677,450
	\$ 20,356,696	\$ 10,103,994	\$ 396,879	\$ 713,928

General Revenues

Taxes

Property Taxes

Sales Taxes

Income Taxes

Telecommunication/Utility Taxes

Other Taxes

Interest Income

Miscellaneous

Transfers - Internal Activity

Change in Net Assets

Beginning of Year - as Restated

End of Year

The notes to the financial statements are an integral part of this statement.

Net Expense/Revenue		
Governmental Activities	Business-Type Activities	Total
\$ (950,573)	\$ -	\$ (950,573)
(3,951,540)	-	(3,951,540)
(3,472,590)	-	(3,472,590)
(80,286)	-	(80,286)
(480,078)	-	(480,078)
(8,935,067)	-	(8,935,067)
-	(61,407)	(61,407)
-	(146,920)	(146,920)
-	1,499	1,499
-	(206,828)	(206,828)
(8,935,067)	(206,828)	(9,141,895)
3,334,805	-	3,334,805
4,179,395	-	4,179,395
650,813	-	650,813
1,165,752	-	1,165,752
251,000	-	251,000
331,668	323,753	655,421
163,217	86,174	249,391
(5,000)	5,000	-
10,071,650	414,927	10,486,577
1,136,583	208,099	1,344,682
47,620,434	25,313,357	72,933,791
\$ 48,757,017	\$ 25,521,456	\$ 74,278,473

The notes to the financial statements are an integral part of this statement.

VILLAGE OF BARRINGTON, ILLINOIS

Balance Sheet - Governmental Funds
December 31, 2004

	General	Debt Service	Capital Improvements	TIF Redevelopment	Total Governmental Funds
ASSETS					
Cash and Investments	\$ 9,023,289	\$ 330,743	\$ 3,014,108	\$ 1,475,116	\$ 13,843,256
Receivables - Net of Allowances					
Taxes	3,434,150	854,309	149,399	8,837	4,446,695
Accrued Interest	16,619	-	2,667	-	19,286
Other	679,815	-	122,689	-	802,504
Due from Other Governments	86,603	-	36,478	-	123,081
Deposits - Insurance	1,029,493	-	-	-	1,029,493
Advances to Other Funds	-	-	4,600,000	-	4,600,000
Total Assets	\$ 14,269,969	\$ 1,185,052	\$ 7,925,341	\$ 1,483,953	\$ 24,864,315

LIABILITIES AND FUND BALANCES

	General	Debt Service	Capital Improvements	TIF Redevelopment	Total Governmental Funds
Liabilities					
Accounts Payable	\$ 262,583	\$ -	\$ 474,567	\$ 563,903	\$ 1,301,053
Retainage Payable	-	-	47,919	-	47,919
Accrued Payroll	165,938	-	-	-	165,938
Other Payables	24,370	-	78,790	121,037	224,197
Due to Other Funds	10,397	-	-	-	10,397
Advance from Other Funds	-	-	-	4,600,000	4,600,000
Deferred Revenues	2,308,932	833,955	-	-	3,142,887
Total Liabilities	2,772,220	833,955	601,276	5,284,940	9,492,391
Fund Balances					
Reserved for Advances	-	-	4,600,000	-	4,600,000
Reserved for Debt Service	-	351,097	-	-	351,097
Reserved for Restricted Revenues	1,146,114	-	280,107	-	1,426,221
Unreserved - Designated	3,417,723	-	1,172,150	-	4,589,873
Unreserved - Undesignated	6,933,912	-	1,271,808	(3,800,987)	4,404,733
Total Fund Balances	11,497,749	351,097	7,324,065	(3,800,987)	15,371,924
Total Liabilities and Fund Balances	\$ 14,269,969	\$ 1,185,052	\$ 7,925,341	\$ 1,483,953	\$ 24,864,315

The notes to the financial statements are an integral part of this statement.

VILLAGE OF BARRINGTON, ILLINOIS

**Reconciliation of Total Governmental Fund Balance to the
Statement of Net Assets - Governmental Activities**

December 31, 2004

Total Governmental Fund Balances	\$ 15,371,924
 Amounts Reported for Governmental Activities in the Statement of Net Assets are Different Because:	
Capital Assets used in Governmental Activities are not Financial Resources and therefore, are not Reported in the Funds.	37,737,472
A Net Pension Asset is not Considered to Represent a Financial Resource and Therefore is not Reported in the Funds.	695,818
Internal Service Funds are used by the Village to Charge the Costs of Vehicle and Equipment Management to Individual Funds. The Assets and Liabilities of the Internal Service Funds are Included in the Governmental Activities in the Statement of Net Assets.	4,138,282
Long-Term Liabilities are not Due and Payable in the Current Period and therefore are not Reported in the Funds.	
Installment Contracts Payable	(315,000)
General Obligation Bonds Payable	(8,525,000)
Compensated Absences Payable	(319,996)
Accrued Interest Payable	<u>(26,483)</u>
 Net Assets of Governmental Activities	 <u>\$ 48,757,017</u>

The notes to the financial statements are an integral part of this statement

VILLAGE OF BARRINGTON, ILLINOIS

Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds
Year Ended December 31, 2004

	General	Debt Service	Capital Improvements	TIF Redevelopment	Total Governmental Funds
Revenues					
Taxes	\$ 7,118,835	\$ 807,908	\$ 1,165,752	\$ 489,270	\$ 9,581,765
Licenses and Permits	430,846	-	-	-	430,846
Intergovernmental	396,879	-	36,478	-	433,357
Charges for Services	3,993,355	-	3,203	-	3,996,558
Fines and Forfeits	80,497	-	-	-	80,497
Village Property Usage	96,090	-	250,839	57,750	404,679
Investment Income	156,402	6,732	100,331	14,518	277,983
Miscellaneous	143,193	-	20,024	-	163,217
Interfund Charges	644,948	-	-	-	644,948
Total Revenues	13,061,045	814,640	1,576,627	561,538	16,013,850
Expenditures					
Current					
General Government	2,011,550	-	-	-	2,011,550
Public Safety	7,869,718	-	-	-	7,869,718
Public Works	1,648,192	-	-	-	1,648,192
Building and Planning	511,132	-	-	-	511,132
Capital Projects	-	-	1,558,608	326,681	1,885,289
Debt Service					
Principal Retirement	-	530,000	-	-	530,000
Interest and Fiscal Charges	-	422,761	-	60,000	482,761
Total Expenditures	12,040,592	952,761	1,558,608	386,681	14,938,642
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,020,453	(138,121)	18,019	174,857	1,075,208
Other Financing Sources (Uses)					
Transfers In	-	113,696	400,000	-	513,696
Transfers Out	(518,696)	-	-	-	(518,696)
Total Other Financing Sources (Uses)	(518,696)	113,696	400,000	-	(5,000)
Net Change in Fund Balances	501,757	(24,425)	418,019	174,857	1,070,208
Fund Balance - January 1 as Restated	10,995,992	375,522	6,906,046	(3,975,844)	14,301,716
Fund Balance - December 31	\$ 11,497,749	\$ 351,097	\$ 7,324,065	\$ (3,800,987)	\$ 15,371,924

The notes to the financial statements are an integral part of this statement.

VILLAGE OF BARRINGTON, ILLINOIS

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances
to the Statement of Activities - Governmental Activities**

Year Ended December 31, 2004

Net Change in Fund Balances - Total Governmental Funds	\$ 1,070,208
Amounts Reported for Governmental Activities in the Statement of Activities are Different Because:	
Governmental Funds Report Capital Outlays as Expenditures. However, in the Statement of Activities the Cost of those Assets is Allocated over their Estimated Useful Lives and Reported as Depreciation Expense.	
Capital Outlays	20,800
Depreciation Expense	(630,845)
The Net Effect of Various Transactions Involving Capital Assets is to Decrease Net Assets	
Disposals - Cost	(1,951)
Disposals - Accumulated Depreciation	988
An Addition to a Net Pension Asset is not Considered to be an Increase in a Financial Asset in the Governmental Funds.	
Addition to Net Pension Asset	70,158
The Issuance of Long-Term Debt Provides Current Financial Resources to Governmental Funds, While the Repayment of the Principal on Long-Term Debt Consumes the Current Financial Resources of the Governmental Funds.	
Additions to Compensated Absences Payable	(13,960)
Retirement of Debt	530,000
Changes to Accrued Interest on Long-Term Debt in the Statement of Activities does not Require the use of Current Financial Resources and, therefore, are not Reported as Expenditures in the Governmental Funds.	
	2,683
Internal Service Funds are used by the Village to Charge the Costs of Information Systems Management and Vehicle and Equipment Management to Individual Funds. The Net Revenue of Certain Activities of Internal Service Funds is Reported with Governmental Activities.	
	<u>88,502</u>
Changes in Net Assets of Governmental Activities	<u>\$ 1,136,583</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF BARRINGTON, ILLINOIS

**Statement of Net Assets - Proprietary Funds
December 31, 2004**

See Following Page

VILLAGE OF BARRINGTON, ILLINOIS

**Statement of Net Assets - Proprietary Funds
December 31, 2004**

	Business-Type Activities - Enterprise Funds				Governmental
	Waterworks and Sewerage	Motor Vehicle Parking System	Nonmajor Recycling and Refuse	Total	Activities Internal Service
ASSETS					
Current Assets					
Cash and Investments	\$ 3,153,743	\$ 2,749,514	\$ 209,731	\$ 6,112,988	\$ 3,386,783
Receivables - Net of Allowances					
Accounts	696,309	18,242	93,222	807,773	54,373
Accrued Interest	4,190	2,660	-	6,850	8,437
Other	125	-	1,410	1,535	-
Prepays	9,814	312	18,770	28,896	-
Restricted Cash and Investments	707,500	-	-	707,500	-
Total Current Assets	<u>4,571,681</u>	<u>2,770,728</u>	<u>323,133</u>	<u>7,665,542</u>	<u>3,449,593</u>
Capital Assets					
Land	142,629	983,779	-	1,126,408	-
Sewer System	17,517,928	-	-	17,517,928	-
Water System	21,222,175	-	-	21,222,175	-
Land Improvements	-	1,565,727	-	1,565,727	-
Vehicles and Equipment	-	-	-	-	1,558,016
Accumulated Depreciation	(15,153,937)	(1,560,810)	-	(16,714,747)	(813,715)
Total Capital Assets	<u>23,728,795</u>	<u>988,696</u>	<u>-</u>	<u>24,717,491</u>	<u>744,301</u>
 Total Assets	 <u>28,300,476</u>	 <u>3,759,424</u>	 <u>323,133</u>	 <u>32,383,033</u>	 <u>4,193,894</u>

The notes to the financial statements are an integral part of this statement.

	Business-Type Activities - Enterprise Funds				Governmental
	Waterworks and Sewerage	Motor Vehicle Parking System	Nonmajor Recycling and Refuse	Total	Activities Internal Service
LIABILITIES					
Current Liabilities					
Accounts Payable	\$ 113,265	\$ 21,181	\$ 91,195	\$ 225,641	\$ 32,275
Retainage Payable	35,636	-	-	35,636	-
Accrued Payroll	24,248	7,371	1,686	33,305	5,058
Deposits Payable	34,293	280,356	-	314,649	-
Deferred Revenues	-	38,970	116,392	155,362	-
Compensated Absences Payable	16,089	6,269	1,550	23,908	18,279
IEPA Loans Payable	188,695	-	-	188,695	-
Alternate Revenue Bonds Payable	160,000	-	-	160,000	-
Total Current Liabilities	<u>572,226</u>	<u>354,147</u>	<u>210,823</u>	<u>1,137,196</u>	<u>55,612</u>
Noncurrent Liabilities					
Compensated Absences Payable	64,354	25,076	6,201	95,631	-
IEPA Loans Payable	3,818,750	-	-	3,818,750	-
Alternate Revenue Bonds Payable	1,810,000	-	-	1,810,000	-
Total Noncurrent Liabilities	<u>5,693,104</u>	<u>25,076</u>	<u>6,201</u>	<u>5,724,381</u>	<u>-</u>
Total Liabilities	<u>6,265,330</u>	<u>379,223</u>	<u>217,024</u>	<u>6,861,577</u>	<u>55,612</u>
NET ASSETS					
Invested in Capital Assets - Net of Related Debt	17,751,350	988,696	-	18,740,046	744,301
Restricted	707,500	-	-	707,500	-
Unrestricted	<u>3,576,296</u>	<u>2,391,505</u>	<u>106,109</u>	<u>6,073,910</u>	<u>3,393,981</u>
Total Net Assets	<u>\$ 22,035,146</u>	<u>\$ 3,380,201</u>	<u>\$ 106,109</u>	<u>\$ 25,521,456</u>	<u>\$ 4,138,282</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF BARRINGTON, ILLINOIS

Statement of Revenues, Expenses, and Changes in Net Assets - Proprietary Funds
Year Ended December 31, 2004

	Business-Type Activities - Enterprise Funds				Governmental Activities Internal Service
	Waterworks and Sewerage	Motor Vehicle Parking System	Nonmajor Recycling and Refuse	Total	
Operating Revenues					
Licenses and Permits	\$ -	\$ 207,180	\$ -	\$ 207,180	\$ -
Charges for Services	3,640,348	308,269	840,058	4,788,675	276,908
Fines and Forfeits	-	126,219	-	126,219	-
Interfund Charges	-	-	-	-	866,841
Village Property Usage	-	7,999	-	7,999	-
Miscellaneous	47,291	10,110	3,940	61,341	-
Total Operating Revenues	3,687,639	659,777	843,998	5,191,414	1,143,749
Operating Expenses					
Administration	818,947	-	48,666	867,613	-
Operations	2,230,254	742,010	793,833	3,766,097	526,666
Capital Projects	494,037	57,687	-	551,724	551,630
Depreciation	653,264	7,000	-	660,264	72,727
Total Operating Expenses	4,196,502	806,697	842,499	5,845,698	1,151,023
Operating Income (Loss)	(508,863)	(146,920)	1,499	(654,284)	(7,274)
Nonoperating Revenues (Expenses)					
Investment Income	273,610	47,551	2,592	323,753	53,685
Connection Fees	677,450	-	-	677,450	-
Other Income	86,174	-	-	86,174	42,091
Gain (Loss) on Disposal of Assets	(22,275)	-	-	(22,275)	-
Interest Expense and Fiscal Charges	(207,719)	-	-	(207,719)	-
Total Nonoperating Revenues (Expenses)	807,240	47,551	2,592	857,383	95,776
Income (Loss) Before Transfers	298,377	(99,369)	4,091	203,099	88,502
Transfers In	-	-	5,000	5,000	-
Change in Net Assets	298,377	(99,369)	9,091	208,099	88,502
Net Assets - January 1	21,736,769	3,479,570	97,018	25,313,357	4,049,780
Net Assets - December 31	\$ 22,035,146	\$ 3,380,201	\$ 106,109	\$ 25,521,456	\$ 4,138,282

The notes to the financial statements are an integral part of this statement.

VILLAGE OF BARRINGTON, ILLINOIS

**Statement of Cash Flows - Proprietary Funds
Year Ended December 31, 2004**

	Business-Type Activities - Enterprise Funds				Governmental
	Waterworks and Sewerage	Motor Vehicle Parking System	Nonmajor Recycling and Refuse	Total	Activities Internal Service
Cash Flows from Operating Activities					
Receipts from Customers and Users	\$ 4,403,505	\$ 644,649	\$ 834,766	\$ 5,882,920	\$ 269,933
Receipts from Interfund Services Provided	-	-	-	-	866,841
Payments to Employees	(1,380,704)	(388,985)	(98,633)	(1,868,322)	(289,450)
Payments to Suppliers	(2,621,119)	(399,363)	(717,625)	(3,738,107)	(818,810)
	<u>401,682</u>	<u>(143,699)</u>	<u>18,508</u>	<u>276,491</u>	<u>28,514</u>
Cash Flows from Noncapital Financing Activities					
Transfers In	-	-	5,000	5,000	-
Cash Flows from Capital and Related Financing Activities					
Purchase of Capital Assets	(321,604)	-	-	(321,604)	(286,834)
Interest Expense	(207,719)	-	-	(207,719)	-
Payment of Principal	(325,241)	-	-	(325,241)	-
Debt Proceeds	29,783	-	-	29,783	-
	<u>(824,781)</u>	<u>-</u>	<u>-</u>	<u>(824,781)</u>	<u>(286,834)</u>
Cash Flows from Investing Activities					
Interest Received	<u>273,610</u>	<u>47,551</u>	<u>2,592</u>	<u>323,753</u>	<u>53,685</u>
Net Change in Cash and Cash Equivalents	(149,489)	(96,148)	26,100	(219,537)	(204,635)
Cash and Cash Equivalents					
January 1	<u>4,010,732</u>	<u>2,845,662</u>	<u>183,631</u>	<u>7,040,025</u>	<u>3,591,418</u>
December 31	<u>\$ 3,861,243</u>	<u>\$ 2,749,514</u>	<u>\$ 209,731</u>	<u>\$ 6,820,488</u>	<u>\$ 3,386,783</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities					
Operating Income (Loss)	<u>(508,863)</u>	<u>(146,920)</u>	<u>1,499</u>	<u>(654,284)</u>	<u>(7,274)</u>
Adjustments to Reconcile Operating Income to Net Income to Net Cash					
Provided by (Used in) Operating Activities:					
Depreciation Expense	653,264	7,000	-	660,264	72,727
Other Income	763,624	-	-	763,624	42,091
(Increase) Decrease in Current Assets	(47,758)	(15,128)	(9,232)	(72,118)	(49,066)
Increase (Decrease) in Current Liabilities	<u>(458,585)</u>	<u>11,349</u>	<u>26,241</u>	<u>(420,995)</u>	<u>(29,964)</u>
Net Cash Provided by Operating Activities	<u>\$ 401,682</u>	<u>\$ (143,699)</u>	<u>\$ 18,508</u>	<u>\$ 276,491</u>	<u>\$ 28,514</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF BARRINGTON, ILLINOIS

**Statement of Net Assets - Fiduciary Funds
December 31, 2004**

	<u>Pension Trust</u>	<u>Agency</u>
ASSETS		
Cash and Cash Equivalents	\$ 338,482	\$ 1,397,632
Investments		
Money Markets/Mutual Funds	4,135,501	-
U.S. Government and Agency Obligations	6,902,922	-
Equity Securities	5,297,178	-
Receivables		
Accrued Interest	63,800	417
Other	-	23,934
Prepaid Expenses	1,149	-
Due from Other Funds	<u>10,397</u>	<u>-</u>
 Total Assets	 <u>16,749,429</u>	 <u>1,421,983</u>
LIABILITIES		
Accounts Payable	18,681	14,495
Deposits Payable	<u>-</u>	<u>1,407,488</u>
 Total Liabilities	 <u>18,681</u>	 <u>1,421,983</u>
NET ASSETS		
Net Plan Assets Held in Trust for Pension Benefits (A schedule of funding progress is presented following the notes to the financial statements.)	<u>\$ 16,730,748</u>	<u>\$ -</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF BARRINGTON, ILLINOIS

Statement of Changes in Net Assets - Fiduciary Funds
Year Ended December 31, 2004

	Pension Trust
Additions	
Contributions - Employer	\$ 556,699
Contributions - Plan Members	388,914
Total Contributions	945,613
Investment Income	
Interest Earned	470,803
Net Change in Fair Value	731,499
Total Investment Income	1,202,302
Less Investment Expenses	(70,923)
Net Investment Income	1,131,379
Total Additions	2,076,992
Deductions	
Administration	26,558
Benefits and Refunds	605,238
Total Deductions	631,796
Change in Net Assets	1,445,196
Plan Net Assets Held in Trust for Pension Benefits - January 1	15,285,552
Plan Net Assets Held in Trust for Pension Benefits - December 31	\$ 16,730,748

The notes to the financial statements are an integral part of this statement.

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements

December 31, 2004

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VILLAGE OF BARRINGTON, ILLINOIS

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December 31, 2004

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VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements
December 31, 2004

NOTE 1 – Summary of Significant Accounting Policies

The Village of Barrington, Illinois, incorporated in 1865, is a municipal corporation governed by an elected president and six-member Board of Trustees. The Village's major operations include police and fire safety, highway and street maintenance and reconstruction, forestry, building code enforcement, public improvements, economic development, planning and zoning, waterworks and sewerage services, parking system services, refuse and recycling services and general administrative services.

The government-wide financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989 (when applicable) that do not conflict with or contradict GASB Pronouncements. Although the Village has the option to apply FASB pronouncements issued after that date to its business-type activities and enterprise funds, the Village has chosen not to do so. The more significant of the Village's accounting policies established in GAAP and used by the Village are described below.

A. Reporting Entity

The Village's financial reporting entity comprises the following:

Primary Government:	Village of Barrington
Blended Component Units:	Police Pension Employees Retirement System Firefighters' Pension Employees Retirement System

In determining the financial reporting entity, the Village complies with the provisions of GASB Statement No. 14, "The Financial Reporting Entity," and includes all component units that have a significant operational or financial relationship with the Village.

Blended Component Units - Blended component units are separate legal entities that meet the component unit criteria described above and whose governing body is the same or substantially the same as the Village Board or the Component unit provides services entirely to the Village. These component units' funds are blended into those of the Village's by appropriate activity type to compose the primary government presentation.

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements
December 31, 2004

NOTE 1 – Summary of Significant Accounting Policies (Continued)

A. Reporting Entity (Continued)

Blended Component Units

Police Pension Employees Retirement System

The Village's sworn police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the Village's President, with the advice and consent of the Board of Trustees, one elected pension beneficiary and two elected police employees constitute the pension board. The participants are required to contribute a percentage of salary as established by state statute and the Village is obligated to fund all remaining PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it is legally separate from the Village, the PPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the Village's police employees. The PPERS is reported as a pension trust fund.

Firefighters' Pension Employees Retirement System

The Village's sworn firefighters participate in the Firefighters' Pension Employees Retirement System (FPERS). FPERS functions for the benefit of these employees and is governed by a nine-member pension board. The Village's President, Treasurer, Clerk, Attorney and Fire Chief, one elected pension beneficiary and three elected firefighters constitute the pension board. The participants are required to contribute a percentage of salary as established by state statute and the Village is obligated to fund all remaining FPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it is legally separate from the Village, the FPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the Village's sworn firefighters. The FPERS is reported as a pension trust fund.

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements
December 31, 2004

NOTE 1 - Summary of Significant Accounting Policies (Continued)

B. Basis of Presentation

Government-Wide Statements

The Village's basic financial statements include both government-wide (reporting the Village as a whole) and fund financial statements (reporting the Village's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The Village's police and fire safety, highway and street maintenance and reconstruction, forestry, building code enforcement, public improvements, economic development, planning and zoning, and general administrative services are classified as governmental activities. The Village's waterworks and sewerage services, parking system and recycling services are classified as business-type activities.

In the government-wide Statement of Net Assets, both the governmental and business-type activities columns are: (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Village's net assets are reported in three parts: invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets. The Village first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Village's functions and business-type activities (general government, public safety, public works, building and planning, etc.) The functions are supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function (general government, public safety, public works, building and planning, etc.) or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net costs (by function or business-type activity) are normally covered by general revenue (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.).

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements
December 31, 2004

NOTE 1 - Summary of Significant Accounting Policies (Continued)

B. Basis of Presentation (Continued)

Government-Wide Statements (Continued)

The Village does not allocate indirect costs. An administrative service fee is charged by the General Fund to the other operating funds that is eliminated like a reimbursement to recover the direct costs of General Fund services provided (finance, human resources, purchasing, legal, technology management, etc.).

This government-wide focus is more on the sustainability of the Village as an entity and the change in the Village's net assets resulting from the current year's activities.

Fund Financial Statements

The financial transactions of the Village are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The Village electively added funds, as major funds, which either have debt outstanding or a specific community focus. The nonmajor funds are combined in a column in the fund financial statements.

A fund is considered major if it is the primary operating fund of the Village or meets the following criteria:

Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and

Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements
December 31, 2004

NOTE 1 – Summary of Significant Accounting Policies (Continued)

B. Basis of Presentation (Continued)

Fund Financial Statements (Continued)

The various funds are reported by generic classification within the financial statements. The following fund types are used by the Village:

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Village:

General fund is the general operating fund of the Village. It is used to account for all financial resources except those required to be accounted for in another fund. The General Fund is a major fund.

Debt service funds are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The Debt Service Fund is treated as a major fund and records all of the Village's long-term debt activity.

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The Capital Improvements Fund is a major fund and accounts for revenues and expenditures relative to the construction of capital improvements. The Tax Increment Financing (TIF) Redevelopment Fund is a major fund and accounts for revenues and expenditures relative to the administration of the TIF District and redevelopment activities.

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net assets, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the Village:

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements
December 31, 2004

NOTE 1 – Summary of Significant Accounting Policies (Continued)

B. Basis of Presentation (Continued)

Fund Financial Statements (Continued)

Proprietary Funds (Continued)

Enterprise funds are required to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The Village maintains two major enterprise funds. The Waterworks and Sewerage Fund accounts for the provision of water and sewer services to the residents and businesses of the Village. The Motor Vehicle Parking System Fund accounts for revenues and expenses related to public parking.

Internal service funds are used to account for the financing of goods or services provided by an activity to other departments, funds or component units of the Village on a cost-reimbursement basis. The Village maintains two internal service funds. The Information Services Fund accounts for the cost of services to maintain information systems equipment used by the Village departments, and for the accumulation of funds for the replacement of such equipment. The Central Garage Fund accounts for the cost of operating a maintenance facility for vehicular equipment used by other Village departments; a monthly charge to other funds is assessed which provides for the cost of mechanics, fuel, repair parts, replacement of vehicular equipment, and other expenses.

The Village's internal service funds are presented in the proprietary funds financial statements. Because the principal users of the internal services are the Village's governmental activities, the financial statements of the internal service funds are consolidated into the governmental column when presented in the government-wide financial statements. To the extent possible, the cost of these services is reported in the appropriate functional activity (general government, public safety, public works, building and planning, etc.).

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements
December 31, 2004

NOTE 1 – Summary of Significant Accounting Policies (Continued)

B. Basis of Presentation (Continued)

Fund Financial Statements (Continued)

Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support Village programs. The reporting focus is on net assets and changes in net assets and is reported using accounting principles similar to proprietary funds.

Pension Trust Funds are used to account for assets held in a trustee capacity for pension benefit payments. The Police Pension Fund accounts for the accumulation of resources to pay retirement and other related benefits for sworn members of the Village's police force. The Firefighters' Pension Fund accounts for the accumulation of resources to pay retirement and other related benefits for sworn members of the Village's Fire Department.

Agency Funds are used to account for assets held by the Village in a purely custodial capacity. The Village maintains two agency funds. The Special Assessment Fund accounts for the collection of assessments levied to retire special assessment bonds and other costs for which the Village has no obligation. The Escrow/Deposits Fund accounts for performance bonds and funds held on behalf of developers, individuals, and other entities.

The Village's fiduciary funds are presented in the fiduciary fund financial statements by type (pension trust and agency). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.) and cannot be used to address activities or obligations of the Village, these funds are not incorporated into the government-wide statements.

C. Measurement Focus and Basis of Accounting

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Assets and the Statement of Activities, both governmental and business-like activities are presented using the economic resources measurement focus as defined below.

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements
December 31, 2004

NOTE 1 – Summary of Significant Accounting Policies (Continued)

C. Measurement Focus and Basis of Accounting (Continued)

Measurement Focus (Continued)

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate.

All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

All proprietary and pension trust funds utilize an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary and pension trust fund equity is classified as net assets.

Agency funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

Basis of Accounting

In the government-wide Statement of Net Assets and Statement of Activities, both governmental and business-like activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. The Village recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. A sixty day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are recognized when due.

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements
December 31, 2004

NOTE 1 – Summary of Significant Accounting Policies (Continued)

C. Measurement Focus and Basis of Accounting (Continued)

Basis of Accounting (Continued)

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, sales and use taxes, franchise taxes, licenses, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

All proprietary funds, pension trust funds and agency funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Village's enterprise funds, and of the Village's internal service funds are charges to customers for sales and services. The Village also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

D. Assets, Liabilities, and Net Assets or Equity

Cash and Investments

Cash and cash equivalents on the Statement of Net Assets are considered to be cash on hand, demand deposits, cash with fiscal agent. For the purpose of the proprietary funds "Statement of Cash Flows", cash and cash equivalents are considered to be cash on hand, demand deposits, cash with fiscal agent, and all highly liquid investments with an original maturity of three months or less.

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have any established market, if any, are reported at estimated fair value.

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements December 31, 2004

NOTE 1 – Summary of Significant Accounting Policies (Continued)

D. Assets, Liabilities, and Net Assets or Equity (Continued)

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

Receivables

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances for governmental activities include property taxes, sales and use taxes, franchise taxes, and grants. Business-type activities report utility charges as their major receivables.

Prepays

Payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaid items/expenses.

Restricted Assets

Certain enterprise fund resources required to be set aside for the repayment of alternate revenue source bonds and IEPA low interest loans are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants. Additional enterprise fund resources are required to be set aside for future capital replacement in accordance with grant restrictions.

Capital Assets

Capital assets purchased or acquired with an original cost of \$25,000 to \$50,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements December 31, 2004

NOTE 1 – Summary of Significant Accounting Policies (Continued)

D. Assets, Liabilities, and Net Assets or Equity (Continued)

Capital Assets (Continued)

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Village as a whole. Infrastructure such as streets, traffic signals and signs are capitalized. In the case of the initial capitalization of general infrastructure assets (i.e., those reported by the governmental activities) the government chose to include all such items regardless of their acquisition date. The valuation basis for general capital assets is historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation basis for proprietary fund capital assets is the same as those used for the general capital assets. Donated capital assets are capitalized at estimated fair market value on the date donated.

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Buildings	40 Years
Vehicles and Equipment	10 - 20 Years
Water and Sewerage Infrastructure	75 Years
Other Infrastructure	60 Years

Compensated Absences

The Village accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits.

The liability for these compensated absences is recorded as long-term debt in the government-wide statements. The current portion of this debt is estimated based on historical trends. In the fund financial statements, governmental funds report only the compensated absence liability payable from expendable available financial resources, while the proprietary funds report the liability as it is incurred.

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements December 31, 2004

NOTE 1 – Summary of Significant Accounting Policies (Continued)

D. Assets, Liabilities, and Net Assets or Equity (Continued)

Long-term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Deferred/Unearned Revenue

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned.

Fund Equity

In the government-wide financial statements, equity is classified as net assets and displayed in three components:

Invested in capital assets, net of related debt—Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements
December 31, 2004

NOTE 1 – Summary of Significant Accounting Policies (Continued)

D. Assets, Liabilities, and Net Assets or Equity (Continued)

Fund Equity (Continued)

Restricted net assets—Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislations.

Unrestricted net assets—All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt”.

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

NOTE 2 – Stewardship, Compliance and Accountability

A. Budgetary Information

Budgets are adopted on a basis consistent with generally accepted accounting principles. All departments of the Village submit requests for appropriation to the Village's budget officer so that a budget may be prepared. The budget is prepared by fund, function, and activity, and includes information on the past year, current year estimates, and requested funding for the next fiscal year.

The proposed budget is presented by the Village Manager to the governing body for review. The governing body holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget.

The budget officer is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the governing body.

Expenditures may not legally exceed budgeted appropriations at the fund level. During the year the corporate authorities considered and approved several supplementary appropriations.

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements
December 31, 2004

NOTE 2 – Stewardship, Compliance and Accountability (Continued)

B. Deficit Fund Equity

The TIF Redevelopment Fund has deficit fund equity of \$3,800,987 as of the date of this report. This deficit balance was planned and appropriate future funding measures have been adopted.

NOTE 3 – Detail Notes on All Funds

A. Deposits and Investments

The Village maintains a cash and investment pool that is available for use by all funds, except the pension trust funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "cash and investments". In addition, investments are separately held by several of the Village's funds. The deposits and investments of the pension trust funds are held separately from those of other funds.

Permitted Deposits and Investments - Statutes authorize the Village to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, the Illinois Funds Investment Pool and the Illinois Metropolitan Investment Fund. Pension funds may also invest in certain non-U.S. obligations, mortgages, veteran's loans, and life insurance company contracts. Pension Funds meeting or exceeding certain asset levels may invest in money market mutual funds and/or common and preferred stock. The Illinois Funds Investment Pool and the Illinois Metropolitan Investment Fund are external investment pools regulated by state statutes, both pools value participant's shares on a fair value basis.

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements
December 31, 2004

NOTE 3 – Detail Notes on All Funds (Continued)

A. Deposits and Investments (Continued)

Deposits

At year-end the carrying amount of the Village's deposits totaled \$13,354,122 and the bank balances totaled \$13,478,694.

	<u>Bank Balances</u>
Category 1	
Deposits covered by federal depository insurance, or by collateral held by the Village, or its agent, in the Village's name.	\$ 13,478,694
Category 2	
Deposits covered by collateral held by the pledging financial institution's trust department, or by its agent, in the Village's name.	-
Category 3	
Deposits covered by collateral held by the pledging financial institution, or its trust department, or its agent but not in the Village's name, and deposits which are uninsured and uncollateralized.	-
Total Deposits	<u>\$ 13,478,694</u>

For the pension trust funds the types of deposits authorized and the mix of credit risk categories do not differ significantly from the other funds of the Village.

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements December 31, 2004

NOTE 3 – Detail Notes on All Funds (Continued)

A. Deposits and Investments (Continued)

Investments

The Village's investments are categorized to give an indication of the level of risk assumed by the entity at year-end. Category 1 includes investments that are insured or registered or for which the securities are held by the Village or its agent in the Village's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the Village's name. Category 3 includes uninsured, unregistered investments and uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in the Village's name.

	Fair Value			Totals
	Category			
	1	2	3	
U.S. Treasury Obligations	\$ 8,717,907	-	-	\$ 8,717,907
U.S. Agency Securities	2,928,306	-	-	2,928,306
Equity Securities	5,297,178	-	-	5,297,178
	<u>\$ 16,943,391</u>	<u>-</u>	<u>-</u>	16,943,391
Non-categorizable				
IMET/Illinois Funds/IPPFA Group Trust				10,888,513
Mutual Funds				170,169
Money Markets				<u>766,047</u>
Total Investments				<u>\$ 28,768,120</u>

The pension trust funds own approximately 72 percent of the investments in Category 1.

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements December 31, 2004

NOTE 3 – Detail Notes on All Funds (Continued)

A. Deposits and Investments (Continued)

Reconciliation to Government-Wide Statement of Net Assets

Statement of Net Assets

Cash and Investments	\$ 23,343,027
Restricted Cash and Investments	<u>707,500</u>
	<u>\$ 24,050,527</u>

Deposits and Investments

Deposits at Carrying Amount	\$ 13,354,122
Investment at Fair Value	28,768,120
Fiduciary Funds	<u>(18,071,715)</u>
	<u>\$ 24,050,527</u>

B. Property Taxes

Property taxes for 2004 attach as an enforceable lien on January 1, 2004, on property values assessed as of the same date. Taxes are levied (by passage of a Tax Levy Ordinance) and filed with both Lake and Cook County by the fourth Tuesday of December. Tax bills are prepared by Cook County and issued on or about February 1, 2005 and August 1, 2005 and are payable in two installments, on or about March 1, 2005, and September 1, 2005. Tax bills are prepared by Lake County and issued on or about April 1, 2005 and are payable in two installments, on or about May 1, 2004 and September 1, 2005. The Counties collect such taxes and remit them periodically. The allowance for uncollectible taxes has been determined to be zero.

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements December 31, 2004

NOTE 3 – Detail Notes on All Funds (Continued)

C. Capital Assets

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances As Restated	Increases	Decreases	Ending Balances
Capital Assets-Not Being Depreciated				
Land	\$ 13,555,978	\$ -	\$ -	\$ 13,555,978
Other Capital Assets				
Buildings	12,331,355	-	-	12,331,355
Vehicles and Equipment	1,703,168	286,834	82,000	1,908,002
Infrastructure	19,096,126	20,800	1,951	19,114,975
	<u>33,130,649</u>	<u>307,634</u>	<u>83,951</u>	<u>33,354,332</u>
Less Accumulated Depreciation				
Buildings	1,052,928	305,860	-	1,358,788
Vehicles and Equipment	1,038,101	92,731	82,000	1,048,832
Infrastructure	5,716,924	304,981	988	6,020,917
	<u>7,807,953</u>	<u>703,572</u>	<u>82,988</u>	<u>8,428,537</u>
Total Other Capital Assets	<u>25,322,696</u>	<u>(395,938)</u>	<u>963</u>	<u>24,925,795</u>
Total Capital Assets	<u>\$ 38,878,674</u>	<u>\$ (395,938)</u>	<u>\$ 963</u>	<u>\$ 38,481,773</u>

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements December 31, 2004

NOTE 3 – Detail Notes on All Funds (Continued)

C. Capital Assets (Continued)

Governmental Activities (Continued)

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 141,936
Public Safety	176,428
Public Works	<u>312,481</u>
	630,845
Internal Services	<u>72,727</u>
	<u>\$ 703,572</u>

Capital assets held by the Village's internal service funds are charged to various functions based on their usage of the assets.

Business-Type Activities

Business-type capital asset activity for the year was as follows:

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balances</u>
Capital Assets - Not Being Depreciated				
Land	<u>\$ 1,126,408</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,126,408</u>
Other Capital Assets				
Sewer System	17,237,296	321,604	40,972	17,517,928
Water System	21,222,175	-	-	21,222,175
Land Improvements	1,565,727	-	-	1,565,727
	<u>40,025,198</u>	<u>321,604</u>	<u>40,972</u>	<u>40,305,830</u>

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements December 31, 2004

NOTE 3 – Detail Notes on All Funds (Continued)

C. Capital Assets (Continued)

Business-Type Activities (Continued)

	Beginning Balances	Increases	Decreases	Ending Balances
Less Accumulated Depreciation				
Sewer System	\$ 7,399,221	\$ 297,126	\$ 18,697	\$ 7,677,650
Water System	7,120,149	356,138	-	7,476,287
Land Improvements	1,553,810	7,000	-	1,560,810
	<u>16,073,180</u>	<u>660,264</u>	<u>18,697</u>	<u>16,714,747</u>
 Total Other Capital Assets	 <u>23,952,018</u>	 <u>(338,660)</u>	 <u>22,275</u>	 <u>23,591,083</u>
 Total Capital Assets	 <u><u>\$ 25,078,426</u></u>	 <u><u>\$ (338,660)</u></u>	 <u><u>\$ 22,275</u></u>	 <u><u>\$ 24,717,491</u></u>

Depreciation expense was charged to business-type activities as follows:

Waterworks and Sewerage	\$ 653,264
Motor Vehicle Parking System	<u>7,000</u>
	<u><u>\$ 660,264</u></u>

D. Interfund Receivables, Payables and Transfers

Interfund Balances

The composition of interfund balances as of the date of this report, is as follows:

Receivable Fund	Payable Fund	Amount
Police Pension	General	\$ 7,879
Firefighters' Pension	General	<u>2,518</u>
		<u><u>\$ 10,397</u></u>

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements
December 31, 2004

NOTE 3 – Detail Notes on All Funds (Continued)

D. Interfund Receivables, Payables and Transfers (Continued)

Interfund Balances (Continued)

Interfund balances result from the time lag between when transactions are recorded in the accounting system and payments between funds are made.

Advances To/From Other Funds

The Capital Improvement Fund has advanced \$4,600,000 to the TIF Redevelopment Fund. The amount payable to the Capital Improvement Fund is related to Capital Improvement Fund reserves advanced to the TIF Redevelopment Fund for the purpose of furthering the Village's objective to redevelop and revitalize the Village's downtown business district.

Interfund Transfers

Interfund transfers for the year consisted of the following:

	<u>Transfer Out</u>
	<u>General</u>
Transfer In	
Capital Improvements	\$ 400,000
Debt Service	113,696
Recycling and Refuse	<u>5,000</u>
	<u>\$ 518,696</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements December 31, 2004

NOTE 3 – Detail Notes on All Funds (Continued)

E. Long-Term Debt

General Obligation Bonds

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for general governmental purposes and are direct obligations that pledge the full faith and credit of the Village. General obligation bonds currently outstanding are as follows:

	<u>Balances January 1</u>	<u>Issuances</u>	<u>Retirements</u>	<u>Balances December 31</u>
\$5,000,000 General Obligation Bond, Series of 1998 dated January 12, 1998 due in annual installments of \$25,000 to \$400,000 plus interest at 4.10% - 6.10% through June 1, 2018	\$ 4,075,000	\$ -	\$ 205,000	\$ 3,870,000
\$5,895,000 General Obligation Refunding Bond, Series of 1999 dated January 25, 1999 due in annual installments of \$185,000 to \$435,000 plus interest at 4.00% - 6.00% through December 15, 2018	<u>4,885,000</u>	<u>-</u>	<u>230,000</u>	<u>4,655,000</u>
	<u>\$ 8,960,000</u>	<u>\$ -</u>	<u>\$ 435,000</u>	<u>\$ 8,525,000</u>

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements December 31, 2004

NOTE 3 – Detail Notes on All Funds (Continued)

E. Long-Term Debt (Continued)

Alternate Revenue Source Bond

The Village also issues bonds where the Village pledges income derived from specific revenue sources to pay debt service. Alternate revenue source bonds have been issued for proprietary purposes, they are direct obligations that are backed by the full faith and credit of the Village. Alternate revenue bonds currently outstanding are as follows:

	<u>Balances January 1</u>	<u>Issuances</u>	<u>Retirements</u>	<u>Balances December 31</u>
\$2,600,000 General Obligation Waterworks and Sewerage Alternate Revenue Source Bond Series of 1999B dated May 1, 1999 due in annual installments of \$55,000 to \$240,000 plus interest at 4.0% - 6.0% through December 15, 2014.	<u>\$ 2,125,000</u>	<u>\$ -</u>	<u>\$ 155,000</u>	<u>\$ 1,970,000</u>

Installment Contract Payable

The Village has entered into an installment contract to provide funds for the acquisition of real property. The installment contract currently outstanding is as follows:

	<u>Balances January 1</u>	<u>Issuances</u>	<u>Retirements</u>	<u>Balances December 31</u>
Real Property Installment Contract of 1997 dated October 1, 1997 due in annual installments of \$75,000 to \$110,000 through October 1, 2007.	<u>\$ 410,000</u>	<u>\$ -</u>	<u>\$ 95,000</u>	<u>\$ 315,000</u>

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements December 31, 2004

NOTE 3 – Detail Notes on All Funds (Continued)

E. Long-Term Debt (Continued)

IEPA Loans Payable

The Village has entered into an agreement with the IEPA to provide \$4,462,000 in low interest financing for waterworks and sewerage improvements. As of the date of this report the total amount owed to the IEPA is \$4,007,445 including interest during construction. A final payment schedule will not be established until construction is complete and final draws on the loan have been made. The final debt will be due semi-annually over a 20 year period plus interest at 2.5 to 4.5 percent. IEPA Loans currently outstanding are as follows:

	<u>Balances January 1</u>	<u>Issuances</u>	<u>Retirements</u>	<u>Balances December 31</u>
\$1,649,301 IEPA Loan of 2001 dated June 20, 2001 due in semi- annual installments of \$54,046 including interest at 2.535% through December 15, 2020	\$ 1,485,347	\$ -	\$ 70,885	\$ 1,414,462
\$1,885,195 IEPA Loan of 2002 dated December 15, 2002 due in semi-annual installments of \$37,951 including interest at 2.905% through December 15, 2021	1,804,564	-	77,586	1,726,978
\$887,776 IEPA Loan of 2002 dated September 25, 2002 due in semi-annual installments, including interest at 2.570% through June 1, 2023	857,992	29,783	21,770	866,005
	<u>\$ 4,147,903</u>	<u>\$ 29,783</u>	<u>\$ 170,241</u>	<u>\$ 4,007,445</u>

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements December 31, 2004

NOTE 3 – Detail Notes on All Funds (Continued)

E. Long-Term Debt (Continued)

Long-Term Liabilities Activity

Changes in long-term liabilities during the fiscal year were as follows:

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 324,663	\$ 195,040	\$ 181,428	\$ 338,275	\$ 67,655
General Obligation Bonds	8,960,000	-	435,000	8,525,000	465,000
Installment Contract	410,000	-	95,000	315,000	100,000
	<u>\$ 9,694,663</u>	<u>\$ 195,040</u>	<u>\$ 711,428</u>	<u>\$ 9,178,275</u>	<u>\$ 632,655</u>
Business-type Activities					
Compensated Absences	\$ 110,683	\$ 53,760	\$ 44,904	\$ 119,539	\$ 23,908
Alternate Revenue Bond	2,125,000	-	155,000	1,970,000	160,000
IEPA Loans	4,147,903	29,783	170,241	4,007,445	188,695
	<u>\$ 6,383,586</u>	<u>\$ 83,543</u>	<u>\$ 370,145</u>	<u>\$ 6,096,984</u>	<u>\$ 372,603</u>

Payments on the general obligation bonds and installment contracts are made by the Debt Service Fund. Payments on the alternate revenue bonds and the IEPA bonds are made by the Waterworks and Sewerage Fund. Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At year end, \$18,279 of internal service funds compensated absences are included in the above amounts. Also, for the governmental activities, compensated absences are generally liquidated by the general fund.

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements December 31, 2004

NOTE 3 – Detail Notes on All Funds (Continued)

E. Long-Term Debt (Continued)

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

Fiscal Year Ending December 31	Governmental Activities			
	Installment Contract		General Obligation Bonds	
	Principal	Interest	Principal	Interest
2005	\$ 100,000	\$ 14,364	\$ 465,000	\$ 377,556
2006	105,000	9,807	485,000	349,654
2007	110,000	5,016	510,000	324,926
2008	-	-	530,000	298,980
2009	-	-	560,000	273,080
2010	-	-	580,000	249,900
2011	-	-	610,000	225,600
2012	-	-	640,000	199,750
2013	-	-	670,000	172,626
2014	-	-	705,000	144,224
2015	-	-	735,000	114,324
2016	-	-	780,000	83,150
2017	-	-	820,000	51,000
2018	-	-	435,000	17,400
Total	<u>\$ 315,000</u>	<u>\$ 29,187</u>	<u>\$ 8,525,000</u>	<u>\$ 2,882,170</u>

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements
December 31, 2004

NOTE 3 – Detail Notes on All Funds (Continued)

E. Long-Term Debt (Continued)

Debt Service Requirements to Maturity (Continued)

Fiscal Year Ending December 31	Business-type Activities			
	Alternate Revenue Source Bond		IEPA Loans	
	Principal	Interest	Principal	Interest
2005	\$ 160,000	\$ 87,706	\$ 188,695	\$ 107,017
2006	165,000	78,106	193,821	101,890
2007	175,000	68,206	199,087	96,625
2008	180,000	58,800	204,495	91,216
2009	190,000	51,600	210,052	85,659
2010	200,000	44,000	215,761	79,950
2011	210,000	36,000	221,627	74,085
2012	220,000	27,600	227,651	68,060
2013	230,000	18,800	233,840	61,871
2014	240,000	9,600	240,198	55,513
2015	-	-	246,730	48,981
2016	-	-	253,440	42,271
2017	-	-	260,334	35,377
2018	-	-	267,415	28,296
2019	-	-	274,692	21,019
2020	-	-	282,164	13,543
2021	-	-	181,067	6,552
2022	-	-	55,792	2,378
2023	-	-	50,584	928
Total	<u>\$ 1,970,000</u>	<u>\$ 480,418</u>	<u>\$ 4,007,445</u>	<u>\$ 1,021,231</u>

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements
December 31, 2004

NOTE 3 – Detail Notes on All Funds (Continued)

E. Long-Term Debt (Continued)

Legal Debt Margin

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides "...no municipality having a population of less than 500,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness in the aggregate exceeding 8.625% on the value of the taxable property therein, to be ascertained by the last assessment for state and county purposes, previous to the incurring of the indebtedness or, until January 1, 1983, if greater, the sum that is produced by multiplying the municipality's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979."

Equalized Assessed Valuation - 2003	<u>\$ 475,619,193</u>
Legal Debt Limit - 8.625% of Assessed Valuation	41,022,155
Amount of Debt Application to Debt Limit	
Installment Contracts	315,000
General Obligation Bonds	8,525,000
Alternate Revenue Source Bonds	<u>1,970,000</u>
Legal Debt Margin	<u>\$ 30,212,155</u>

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements
December 31, 2004

NOTE 3- Detail Notes on All Funds (Continued)

E. Long-Term Debt (Continued)

Alternate Revenue Source Bond and IEPA Loan Ordinance Disclosures

Waterworks and Sewerage Fund

The alternate revenue source bond and IEPA Loan ordinances require that all monies held in the Waterworks and Sewerage Fund be segregated and restricted in separate special reserve accounts, in the priority indicated by the order of the following:

<u>Accounts</u>	<u>Amounts</u>	<u>Nature of Authorized Expenditures</u>
Operation and Maintenance	Amount sufficient to pay operation and maintenance costs for the system for the current month and up to the time of the next monthly accounting for the moneys and crediting to the accounts.	Expense of operating, maintaining and repairing the system.
Alternate Bond and Interest	Amount sufficient to pay the amount of interest and principal becoming due on the next succeeding interest and principal payment date.	Paying principal and interest on the bonds.
Junior Bond and Interest	Amount sufficient to pay the amount of interest and principal becoming due on the next succeeding interest and principal payment date.	Paying principal and interest on the bonds.
Depreciation Repair and Replacement	Such reasonable amount as the corporate authorities shall determine.	Extraordinary maintenance, necessary repairs and replacements to the system.
General	The amount remaining after payment into the above accounts.	To make up any deficiencies in the above accounts or for any other lawful corporate purpose.

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements December 31, 2004

NOTE 3 – Detail Notes on All Funds (Continued)

F. Fund Equity

Restatements

During the current fiscal year, the Village decreased beginning fund balance in the General Fund to reflect an error in the recognition of insurance related liabilities. Beginning fund balance in the Capital Improvements Fund was increased to reflect an error in recognition of interest income on accounts held in escrow. As a result, beginning fund equity has been restated as follows:

Fund Equity	As Reported	As Restated	Increase (Decrease)
General Fund	\$ 11,107,779	\$ 10,995,992	\$ (111,787)
Capital Improvements	6,821,168	6,906,046	84,878

Fund Balance – Reservations/Designations

The following is a schedule of fund equity reservations/designations as of the date of this report:

	Beginning Balances	Revenues	Expenses	Ending Balances
Reserved for Restricted Revenues				
General Fund				
Motor Fuel Tax	\$ 360,544	\$ 304,506	\$ 290,000	\$ 375,050
Memorial Donations	173,104	28,902	3,600	198,406
Emergency 911 System	227,496	240,753	205,720	262,529
Special Service Area Snow Removal	25,872	20,067	21,564	24,375
Special Service Area Chippendale	65,099	31,226	31,209	65,116
DUI Fines	18,700	3,900	15,940	6,660
Working Cash	190,287	-		190,287
Hotel/Motel	19,304	16,777	12,390	23,691
	<u>\$ 1,080,406</u>	<u>646,131</u>	<u>580,423</u>	<u>1,146,114</u>
Capital Improvement Fund				
Public Benefit	\$ 276,727	\$ 3,380	\$ -	\$ 280,107

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements
December 31, 2004

NOTE 3 – Detail Notes on All Funds (Continued)

F. Fund Equity (Continued)

Fund Balance – Reservations/Designations (Continued)

	<u>Amount</u>
Designated	
General Fund	
Insurance	\$ 1,029,493
Equipment Purchases	1,888,230
Contingencies	<u>500,000</u>
	<u>\$ 3,417,723</u>
 Capital Improvements Fund	
Village Facilities	\$ 522,150
Village Center Parking	600,000
Bikeway	<u>50,000</u>
	<u>\$ 1,172,150</u>
 Reserved for Noncurrent Receivables	
Capital Improvements Fund	<u>\$ 4,600,000</u>
 Reserved Restricted Accounts	
Waterworks and Sewerage Fund	<u>\$ 707,500</u>

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements
December 31, 2004

NOTE 4 – Other Information

A. Risk Management

Intergovernmental Personnel Benefit Cooperative (IPBC)

Risks for medical and death benefits for employees and medical benefits for retirees are provided through the Village's participation in the Intergovernmental Personnel Benefit Cooperative (IPBC). IPBC acts as an administrative agency to receive, process and pay such claims as may come within the benefit program of each member. IPBC maintains specific reinsurance coverage for claims in excess of \$50,000 per individual. The Village pays premiums to IPBC based upon current employee participation and its prior experience factor with the pool. Current year overages or underages for participation in the pool are adjusted into subsequent years experience factor for premiums. There were no significant changes in insurance coverage from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years. The Village's payments to IPBC are displayed on the financial statements as expenditures/expenses in the appropriate funds.

Intergovernmental Risk Management Agency (IRMA)

The Village participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of Illinois municipalities and special districts in Northeastern Illinois which have formed an association under the Illinois Intergovernmental Cooperations Statute to pool its risk management needs. IRMA administers a mix of self-insurance and commercial insurance coverage; property/casualty and workers compensation claim administration and litigation management services; unemployment claim administration; extensive risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members.

Each member appoints one delegate along with an alternate delegate, to represent the member on the Board of Directors. The Village does not exercise any control over the activities of IRMA beyond its representation on the Board of Directors.

Initial contributions are determined each year based on the individual member's eligible revenue as defined in the by-laws of IRMA and experience modification factors based on past member loss experience. Each member assumes the first \$2,500 of each occurrence, and IRMA has self-insurance retentions at various amounts above that level. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits. The Village's payments to IRMA are displayed on the financial statements as expenditures/expenses in the appropriate funds. The coverage provided by IRMA are generally consistent with the coverage in the prior year.

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements
December 31, 2004

NOTE 4 – Other Information (Continued)

B. Contingent Liabilities

Litigation

The Village is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the Village's attorneys, the resolution of these matters will not have a material adverse effect on the financial condition of the Village.

Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Village expects such amounts, if any, to be immaterial.

Solid Waste Agency of Northern Cook County (SWANCC)

The Village's contract with the Solid Waste Agency of Northern Cook County provides that each member is liable for its proportionate share of annual operating and fixed costs. The Village's share of these costs is expected to be funded through tipping fees paid by refuse haulers. In addition, the Village is obligated for any costs arising from defaults in payment obligations by other members.

C. Post-employment Benefits

In addition to providing pension benefits, the Village provides certain health care insurance benefits for retired employees. In accordance with Village policy, substantially all of the Village's employees may become eligible for those benefits if they reach retirement age while working for the Village. The retirees pay an annual premium that is equal to the actuarially determined cost for each plan year. Accordingly, no liability has been recorded for post-retirement health care benefits. The Village also extends COBRA health and dental benefits to all former employees and dependents as required by federal law. These individuals pay 100 percent of the premium.

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements
December 31, 2004

NOTE 4 – Other Information (Continued)

D. Joint Venture

Solid Waste Agency of Northern Cook County (SWANCC)

The Village is a member of the Solid Waste Agency of Northern Cook County (SWANCC) which consists of twenty-three municipalities. SWANCC is a municipal corporation and public body politic established pursuant to the Constitution Act of the State of Illinois and the Intergovernmental Cooperation Act of the State of Illinois, as amended. SWANCC is empowered to plan, construct, finance, operate, and maintain a solid waste disposal system to serve its members.

SWANCC is governed by a Board of Directors which consists of one appointed representative from each member municipality. Each Director has an equal vote. The officers of SWANCC are appointed by the Board of Directors. The Board of Directors determines the general policy of SWANCC, makes all appropriations, approves contracts, adopts resolutions providing for the issuance of bonds or notes by SWANCC, adopts by-laws, rules and regulations, and exercises such powers and performs such duties as may be prescribed in the SWANCC agreement or the by-laws. Separate audited financial statements are available from SWANCC's administrative office at 1616 East Golf Road, Des Plaines, Illinois 60016.

E. Employee Retirement System – Defined Benefit Pension Plans

The Village contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system, the Police Pension Plan which is a single-employer pension plan, and the Firefighters' Pension Plan which is also a single-employer pension plan. IMRF does issue a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523. The Police and Firefighters' Pension Plans also issue separate reports that may be obtained by writing the Village of Barrington, 200 South Hough Street, Barrington Illinois 60010. The benefits, benefit levels, employee contributions and employer contributions are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly.

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements
December 31, 2004

NOTE 4 – Other Information (Continued)

E. Employee Retirement System – Defined Benefit Pension Plans (Continued)

Plan Descriptions, Provisions and Funding Policies

Illinois Municipal Retirement System

All employees (other than those covered by the Police and Firefighters' plans) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Pension benefits vest after eight years of service. Participating members who retire at or after age 60 with 8 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3 percent of their final rate (average of the highest 48 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service up to 15 years, and 2 percent for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by the Illinois Compiled Statutes.

Employees participating in the plan are required to contribute 4.50 percent of their annual covered salary to IMRF. The employees' contribution rate is established by state statute. The Village is required to contribute the remaining amount necessary to fund the IMRF plan as specified by statute. The employer rate for calendar year 2004 was 6.84 percent.

Police Pension Plan

The Police Pension Plan is a single-employer defined benefit pension plan that covers all sworn police personnel. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund.

At December 31, 2003 the Police Pension Plan membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to Benefits but not yet Receiving Them	15
Current Employees Vested and Nonvested	<u>31</u>
Total	<u><u>46</u></u>

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements
December 31, 2004

NOTE 4 – Other Information (Continued)

E. Employee Retirement System – Defined Benefit Pension Plans (Continued)

Plan Descriptions, Provisions and Funding Policies (Continued)

Police Pension Plan (Continued)

The following is a summary of the Police Pension Plan as provided for in Illinois Compiled Statutes.

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Covered employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The pension shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75% of such salary. Employees with at least 8 years but, less than 20 years of credited service, may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% compounded annually thereafter.

Covered employees are required to contribute 9.91% of their base salary, as of January 1, 2001, to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan, including administrative costs, as actuarially determined by an enrolled actuary. By the year 2033, the Village's contributions must accumulate to the point where the past service cost for the Police Pension Plan is fully funded.

Firefighters' Pension Plan

The Firefighters' Pension Plan is a single-employer defined benefit pension plan that covers all sworn fire personnel. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund.

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements
December 31, 2004

NOTE 4 – Other Information (Continued)

E. Employee Retirement System – Defined Benefit Pension Plans (Continued)

Plan Descriptions, Provisions and Funding Policies (Continued)

Firefighters' Pension Plan (Continued)

At December 31, 2003 the Firefighters' Pension Plan membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to Benefits but not yet Receiving Them	-
Current Employees Vested and Nonvested	<u>26</u>
Total	<u>26</u>

The following is a summary of the Firefighters' Pension Plan as provided for in Illinois Compiled Statutes.

The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Covered employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive a monthly retirement benefit of one-half of the monthly salary attached to the rank held at the date of retirement. The monthly pension shall be increased by 1/12 of 2.5% of such monthly salary for each additional month over 20 years of service through 30 years of service, to a maximum of 75% of such monthly salary. Employees with at least 10 years, but less than 20 years of credited service, may retire at or after age 60 and receive a reduced benefit. The monthly pension of a firefighter who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% compounded annually thereafter.

Covered employees are required to contribute 9.455% of their base salary, as of August 6, 1999, to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. By the year 2033, the Village's contributions must accumulate to the point where the past service cost for the Firefighters' Pension Plan is fully funded.

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements December 31, 2004

NOTE 4 – Other Information (Continued)

D. Employee Retirement System – Defined Benefit Pension Plans (Continued)

Plan Descriptions, Provisions and Funding Policies (Continued)

Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which employee services are performed. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have any established market, if any, are reported at estimated fair value.

Significant Investments

There are no investments (other than U.S. Government and U.S. Government - guaranteed obligations) in any one organization that represent 5 percent or more of net assets available for benefits for either the Police or Firefighters' Pension Plans. Information for IMRF is not available.

Related Party Transactions

There are no securities of the employer or any other related parties included in plan assets. The Barrington Police Pension Fund had entered into a home mortgage loan program to provide residential mortgage loans to qualified members at a discounted rate of interest. Under conditions of the agreement, a matching amount was established equal to the amount of the outstanding principal balances of all home loans. At December 31, 2004, there were no outstanding home loan principal balances.

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements
December 31, 2004

NOTE 4 – Other Information (Continued)

E. Employee Retirement System – Defined Benefit Pension Plans (Continued)

Annual Pension Cost and Net Pension Obligation

The pension liability was determined in accordance with GASB Statement No. 27, "Accounting for Pensions by State and Local Government Employers." There was no net pension obligation for the IMRF Plan. The pension liability for the Police and Firefighters' Pension Plans is as follows:

	Police Pension	Firefighters' Pension	Totals
Annual Required Contribution	\$ 283,592	\$ 152,095	\$ 435,687
Interest on the NPO	(17,911)	(30,133)	(48,044)
Adjustment to the ARC	10,278	17,258	27,536
Annual Pension Cost	275,959	139,220	415,179
Actual Contribution	264,526	220,811	485,337
Increase in the NPO	11,433	(81,591)	(70,158)
NPO January 1, 2003	(223,891)	(401,769)	(625,660)
NPO December 31, 2003	\$ (212,458)	\$ (483,360)	\$ (695,818)

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements December 31, 2004

NOTE 4 – Other Information (Continued)

E. Employee Retirement System – Defined Benefit Pension Plans (Continued)

Annual Pension Cost and Net Pension Obligation (Continued)

The Village annual pension cost for the current period and related information for each plan is as follows:

	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Contribution Rates			
Employer	6.84%	13.30%	13.36%
Employee	4.50%	9.91%	9.455%
Annual Pension Cost	\$246,281	\$275,959	\$139,220
Contributions Made	\$246,281	\$264,526	\$220,811
Actuarial Valuation Date	12/31/2002	12/31/2003	12/31/2003
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal
Amortization Method	Level % of Projected Payroll Closed Basis	Level % of Projected Payroll Closed Basis	Level % of Projected Payroll Closed Basis
Remaining Amortization Period	10 Years	30 Years	30 Years
Asset Valuation Method	5-Year Smoothed Market	Market	Market
Actuarial Assumptions			
Investment Rate of Return	7.50% Compounded Annually	8.00% Compounded Annually	7.50% Compounded Annually
Projected Salary Increases	.4 to 11.6%	5.50%	5.50%
Inflation Rate Included	4.00%	3.00%	3.00%
Cost-of-Living Adjustments	3.00%	3.00%	3.00%

VILLAGE OF BARRINGTON, ILLINOIS

Notes to the Financial Statements December 31, 2004

NOTE 4 – Other Information (Continued)

E. Employee Retirement System – Defined Benefit Pension Plans (Continued)

Trend Information

Employer annual pension cost (APC) and actual contributions are as follows:

	Fiscal Year Ended	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Annual Pension Cost (APC)	12/31/01	\$ 99,465	\$ 222,348	\$ 115,305
	12/31/02	37,046	229,504	136,406
	12/31/03	61,218	275,959	139,220
Actual Contributions	12/31/01	99,465	184,265	201,305
	12/31/02	37,046	267,190	191,176
	12/31/03	61,218	264,526	220,811
Percentage of APC Contributed	12/31/01	100.00%	82.9%	174.6%
	12/31/02	100.00%	116.4%	140.2%
	12/31/03	100.00%	95.9%	158.6%
Net Pension Obligation	12/31/01	-	(186,205)	(346,999)
	12/31/02	-	(223,891)	(401,769)
	12/31/03	-	(212,458)	(483,360)

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Funding Progress
 - Illinois Municipal Retirement Fund (IMRF)
 - Police Pension Fund
 - Firefighters' Pension Fund
- Employer Contributions
 - Illinois Municipal Retirement Fund (IMRF)
 - Police Pension Fund
 - Firefighters' Pension Fund
- Budgetary Comparison Schedules – General Fund

Notes to the Required Supplementary Information

Budgetary Information – Budgets are adopted on a basis consistent with generally accepted accounting principles.

VILLAGE OF BARRINGTON, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information
Schedule of Funding Progress
December 31, 2004

Actuarial Valuation Date Dec. 31	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)
1999	\$ 9,512,596	\$ 7,973,394	119.30%	\$ (1,539,202)	\$ 2,991,260	(51.46%)
2000	10,588,105	8,398,737	126.07%	(2,189,368)	3,187,642	(68.68%)
2001	11,085,631	8,994,790	123.25%	(2,090,841)	3,218,937	(64.95%)
2002	10,743,960	10,044,780	106.96%	(699,180)	3,430,190	(20.38%)
2003	10,756,461	10,759,698	99.97%	3,237	3,559,190	0.09%
2004	10,858,090	11,736,976	92.51%	878,886	3,600,605	24.41%

VILLAGE OF BARRINGTON, ILLINOIS

Illinois Municipal Retirement Fund

**Required Supplementary Information
Employer Contributions
December 31, 2004**

Calendar Year	Employer Contributions	Annual Required Contribution	Percent Contributed
1999	\$ 218,960	\$ 218,960	100.00%
2000	122,087	122,087	100.00%
2001	99,465	99,465	100.00%
2002	37,046	37,046	100.00%
2003	61,218	61,218	100.00%
2004	246,281	246,281	100.00%

VILLAGE OF BARRINGTON, ILLINOIS

Police Pension Fund

Required Supplementary Information
Schedule of Funding Progress
December 31, 2004

Actuarial Valuation Date	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)
4/30/99	\$ 11,509,483	\$ 10,943,015	105.18%	\$ (566,468)	\$ 1,571,432	(36.05%)
12/31/99	12,002,529	11,482,073	104.53%	(520,456)	1,710,365	(30.43%)
12/31/00	12,757,976	12,740,360	100.14%	(17,616)	1,865,832	(0.94%)
12/31/01	13,336,223	13,551,840	98.41%	215,617	1,761,207	12.24%
12/31/02	13,845,011	14,905,200	92.89%	1,060,189	1,921,611	55.17%
12/31/03	12,880,584	14,703,752	87.60%	1,823,168	1,989,138	91.66%

VILLAGE OF BARRINGTON, ILLINOIS

Police Pension Fund

**Required Supplementary Information
Employer Contributions
December 31, 2004**

Fiscal Year Ended	Employer Contributions	Annual Required Contribution	Percent Contributed
4/30/99	\$ 170,621	\$ 135,424	125.99%
12/31/99*	130,924	84,706	154.56%
12/31/00	166,433	150,035	110.93%
12/31/01	184,265	217,286	84.80%
12/31/02	267,190	224,696	118.91%
12/31/03	264,526	283,592	93.28%

* Eight month fiscal period.

VILLAGE OF BARRINGTON, ILLINOIS

Firefighters' Pension Fund

Required Supplementary Information
Schedule of Funding Progress
December 31, 2004

Actuarial Valuation Date	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded Overfunded Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)
4/30/99	\$ 671,823	\$ 618,845	108.56%	\$ (52,978)	\$ 1,148,848	(4.61%)
12/31/99	904,962	798,970	113.27%	(105,992)	1,225,091	(8.65%)
12/31/00	1,257,082	985,155	127.60%	(271,927)	1,233,082	(22.05%)
12/31/01	1,618,756	1,547,236	104.62%	(71,520)	1,370,597	(5.22%)
12/31/02	2,035,523	1,987,449	102.42%	(48,074)	1,481,057	(3.25%)
12/31/03	2,404,966	3,082,145	78.03%	677,179	1,653,101	40.96%

VILLAGE OF BARRINGTON, ILLINOIS

Firefighters' Pension Fund

**Required Supplementary Information
Employer Contributions
December 31, 2004**

Fiscal Year Ended	Employer Contributions	Annual Required Contribution	Percent Contributed
4/30/99	\$ 144,486	\$ 102,454	141.03%
12/31/99*	127,236	81,663	155.81%
12/31/00	177,508	139,013	127.69%
12/31/01	201,305	121,636	165.50%
12/31/02	191,176	143,273	133.43%
12/31/03	220,811	152,095	145.18%

* Eight month fiscal period.

VILLAGE OF BARRINGTON, ILLINOIS

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual Year Ended December 31, 2004

	Budget		Actual
	Original	Final	
Revenues			
Taxes	\$ 7,969,536	\$ 7,527,401	\$ 7,118,835
Licenses and Permits	299,050	299,050	430,846
Intergovernmental	361,000	361,000	396,879
Charges for Services	4,191,197	4,063,355	3,993,355
Fines and Forfeitures	84,000	84,000	80,497
Village Property Usage	75,000	75,000	96,090
Investment Income	379,500	174,500	156,402
Miscellaneous	5,280	5,280	143,193
Interfund Charges	578,750	644,948	644,948
Total Revenues	13,943,313	13,234,534	13,061,045
Expenditures			
General Government	2,491,364	2,674,514	2,011,550
Public Safety	8,657,767	8,452,387	7,869,718
Public Works	1,813,785	1,710,106	1,648,192
Building and Planning	563,468	600,798	511,132
Total Expenditures	13,526,384	13,437,805	12,040,592
Excess (Deficiency) of Revenues Over (Under) Expenditures	416,929	(203,271)	1,020,453
Other Financing Sources (Uses)			
Transfers Out			
Capital Improvements Fund	(400,000)	(400,000)	(400,000)
Debt Service Fund	(113,696)	(113,696)	(113,696)
Recycling and Refuse Fund	(5,000)	(5,000)	(5,000)
Total Other Financing Sources (Uses)	(518,696)	(518,696)	(518,696)
Net Change in Fund Balance	\$ (101,767)	\$ (721,967)	501,757
Fund Balance - January 1 as Restated			10,995,992
Fund Balance - December 31			\$ 11,497,749

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedules – Major Governmental General, Debt Service and Capital Projects Funds
- Budgetary Comparison Schedules – Enterprise Funds
- Budgetary Comparison Schedules – Internal Service Fund
- Schedules – Fiduciary Funds
- Schedules of Governmental Capital Assets

GENERAL FUND

The General Fund accounts for all financial resources except those required to be accounted for in another fund.

DEBT SERVICE FUND

Debt Service Funds are created to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

CAPITAL PROJECTS FUNDS

Capital Projects Funds are created to account for all resources used for the acquisition of capital facilities by a governmental unit except those financed by Proprietary and Trust Funds.

Capital Improvement Fund

The Capital Improvements Fund is used to accumulate funds for specific capital improvements, repairs, and/or replacement of municipal equipment or other tangible property, both real and personal, as provided by state statute.

Village Center Tax Increment Financing (TIF) Redevelopment

The Village Center Tax Increment Financing (TIF) Redevelopment Fund is used to account for expenditures relating to the administration of the TIF District and redevelopment activities and improvements provided for in the TIF project plan.

ENTERPRISE FUNDS

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where it has been decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purpose.

ENTERPRISE FUNDS (Continued)

Waterworks and Sewerage Fund

The Waterworks and Sewerage Fund is used to account for the provision of water and sewer services to the residents and businesses of the Village. All activities necessary to provide such services are accounted for in this fund including, but not limited to, administration, operations, maintenance, financing and related debt service, and billing and collection.

Recycling and Refuse Fund

The Recycling and Refuse Fund is used to account for the provision of recycling and refuse collection services for a fee. All activities are accounted for including administration, operations, maintenance, and billing and collection.

Motor Vehicle Parking System Fund

The Motor Vehicle Parking System Fund is used to account for the provision of public parking services for a fee. All activities are accounted for including administration, operations, maintenance, financing and related debt service, and billing and collections.

INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies, or to other governmental units, on a cost-reimbursement basis.

Information Systems Fund

The Information Systems Fund is used to account for the cost of services to maintain information systems equipment used by Village departments, and for the accumulation of funds for the replacement of such equipment.

Central Garage Fund

The Central Garage Fund is used to account for the cost of operating a maintenance facility for vehicular equipment used by other Village departments. A monthly charge to other funds is assessed which provides for the cost of mechanics, fuel, repair parts, replacement of vehicular equipment, and other expenses.

TRUST AND AGENCY FUNDS

PENSION TRUST FUNDS

Police Pension Fund

The Police Pension Fund is used to account for the accumulation of resources to be used for retirement pensions for the Village's sworn police personnel. Most rules and regulations of the fund are established by the Pension Division of the Illinois Department of Insurance. Resources are contributed by sworn police personnel at rates fixed by state statutes and by the Village through an annual property tax levy.

Firefighters' Pension Fund

The Firefighters' Pension Fund is used to account for the accumulation of resources to be used for retirement pensions for the Village's sworn firefighter/paramedic personnel. Most rules and regulations of the fund are established by the Pension Division of the Illinois Department of Insurance. Resources are contributed by sworn firefighter/paramedic personnel at rates fixed by state statutes and by the Village through an annual property tax levy.

AGENCY FUNDS

Special Assessments Fund

The Special Assessments Fund is used to account for the collection of assessments levied to retire special assessment bonds and other costs for which the Village has no obligation.

Escrow/Deposits Fund

The Escrow/Deposits Fund is used to account for performance bonds and funds held on behalf of developers, individuals, and other entities.

VILLAGE OF BARRINGTON, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual Year Ended December 31, 2004

	Budget		Actual
	Original	Final	
Taxes			
Property Taxes	\$ 2,141,974	\$ 2,080,400	\$ 2,037,627
Sales Tax	4,834,964	4,525,000	4,179,395
Auto Rental Tax	19,768	19,768	16,236
Use Tax	114,251	99,238	105,438
Income Tax	729,584	674,000	650,813
Replacement Tax	96,910	96,910	76,973
Foreign Fire Insurance Tax	20,085	20,085	35,703
Hotel/Motel Tax	12,000	12,000	16,650
Total Taxes	7,969,536	7,527,401	7,118,835
Licenses and Permits			
Dog Tags	1,000	1,000	860
Liquor Licenses	47,500	47,500	42,559
Tobacco Licenses	750	750	750
Sidewalk Café Licenses	500	500	300
Food and Vendor Permits	6,000	6,000	9,610
Building Permits	171,000	171,000	272,017
Electrical Permits	35,350	35,350	49,314
Plumbing Permits	20,350	20,350	40,775
Elevator Inspection Fees	5,000	5,000	10,063
Sprinkler Permits	1,000	1,000	-
Sprinkler Inspection Fees	500	500	-
Temporary Occupancy Permits	2,500	2,500	2,150
Other	7,600	7,600	2,448
Total Licenses and Permits	299,050	299,050	430,846

This schedule is continued on the following page.

VILLAGE OF BARRINGTON, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual (Continued) Year Ended December 31, 2004

	Budget		Actual
	Original	Final	
Intergovernmental			
Motor Fuel Tax Allotment	\$ 275,000	\$ 275,000	\$ 295,802
Police Department Training Grant	1,500	1,500	-
Federal/State Police Grant	-	-	9,408
Dial-A-Ride Contributions	9,500	9,500	8,056
DARE/School Officer Programs	75,000	75,000	83,613
Total Intergovernmental	361,000	361,000	396,879
Charges for Services			
EMS Transport - Non-Residents	105,000	105,000	75,402
EMS Transport - Village Residents	130,000	130,000	135,592
Police Services - Barrington Hills	2,500	2,500	2,011
Shared Services - Inverness	1,188,100	1,188,100	1,168,408
Shared Services - Inverness - Police Pension	35,400	35,400	37,800
Shared Services - BCFPD - Firefighters' Pension	90,000	90,000	127,120
Shared Services - BCFPD	2,400,697	2,269,855	2,100,213
Emergency 911 Surcharge	175,000	175,000	237,084
State Highway Reimbursement	6,500	6,500	13,414
Escrow Reimbursement - Engineering	5,000	5,000	270
Escrow Reimbursement - Plan Commission	-	-	6,990
Escrow Reimbursement - Zoning Board of Appeals	-	-	3,978
Police Special Events	2,000	2,000	3,745
EMS/Fire Special Events	1,000	1,000	2,761
Fire False Alarm Fees	7,500	7,500	-
Police False Alarm Fees	7,500	7,500	(1,150)
Liquor License Application Fee	-	-	3,825
Sign Fee	-	1,500	6,150

This schedule is continued on the following page.

VILLAGE OF BARRINGTON, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual (Continued)
Year Ended December 31, 2004

	Budget		Actual
	Original	Final	
Charges for Services (Continued)			
Driveway/Culvert Fee	\$ -	\$ 1,500	\$ 4,595
Plan Exam	-	25,000	37,560
ZBA/ARC/PC Petitions	-	8,000	24,600
Miscellaneous Fees	35,000	2,000	2,987
Total Charges for Services	4,191,197	4,063,355	3,993,355
Fines and Forfeitures			
Traffic Fines - Cook County	80,000	80,000	76,156
Traffic Fines - Lake County	-	-	169
DUI Fines	2,000	2,000	3,900
Overweight Fines	1,000	1,000	-
Miscellaneous	1,000	1,000	272
Total Fines and Forfeitures	84,000	84,000	80,497
Village Property Usage			
Cable TV Fees	75,000	75,000	96,090
Investment Income			
Interest Income			
Interest Income	377,500	172,500	150,619
Interest Income/Real Estate Taxes	2,000	2,000	397
Unrealized Gain (Loss) on Investments	-	-	5,386
Total Interest	379,500	174,500	156,402

This schedule is continued on the following page.

VILLAGE OF BARRINGTON, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual (Continued) Year Ended December 31, 2004

	Budget		Actual
	Original	Final	
Miscellaneous			
Other Income	\$ 500	\$ 500	\$ 102,605
Donations	-	-	16,830
Public Safety Memorial Project	-	-	22,609
Printed Materials/Flags	1,700	1,700	864
Miscellaneous Refunds and Reimbursements	250	250	190
BACOG Newsletter Contribution	500	500	-
Cash Over (Under)	-	-	14
Insurance Administration (COBRA) Fee	-	-	81
Labor Reimbursement - Damage Claims	50	50	-
Signal Maintenance Reimbursement	2,280	2,280	-
Total Miscellaneous	5,280	5,280	143,193
Interfund Charges			
Water and Sewer Utilities	376,260	412,769	412,769
Recycling and Refuse	58,944	67,462	67,462
Motor Vehicle Parking System	113,491	128,190	128,190
Central Garage	30,055	36,527	36,527
Total Interfund Charges	578,750	644,948	644,948
Total Revenues	\$ 13,943,313	\$ 13,234,534	\$ 13,061,045

This schedule is continued on the following page.

VILLAGE OF BARRINGTON, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual
Year Ended December 31, 2004**

	Budget		Actual
	Original	Final	
General Government			
Village Board			
Administration	\$ 174,374	\$ 175,675	\$ 120,275
Community Relations	168,802	184,952	175,979
Legal Services	173,500	342,350	312,906
Village Manager			
Administration	467,933	319,999	158,578
Administrative Services			
Administration	382,571	398,871	341,872
Accounting and Finance	317,075	310,075	304,616
Human Resources	145,980	141,730	94,959
Risk Management	661,129	800,862	502,365
Total General Government	2,491,364	2,674,514	2,011,550
Public Safety			
Police			
Administration	1,023,524	1,100,987	870,165
Investigations	429,994	367,046	355,583
Patrol Operations	2,319,615	2,276,215	2,263,218
Community/School Programs	271,747	292,247	289,330
Telecommunications	409,958	409,958	361,664
Fire/EMS			
Administration	394,858	484,858	397,834
Fire Operations	3,453,042	3,166,047	3,054,636
Fire/POC Operations	217,035	217,035	156,372
Fire Prevention/Community Education	133,244	133,244	120,080
ESDA	4,750	4,750	836
Total Public Safety	8,657,767	8,452,387	7,869,718

This schedule is continued on the following page.

VILLAGE OF BARRINGTON, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual (Continued)
Year Ended December 31, 2004

	Budget		Actual
	Original	Final	
Public Works			
Administration	\$ 206,760	\$ 178,860	\$ 172,767
Street Operations	985,551	935,758	917,383
Forestry	376,279	367,843	342,260
Village Property Maintenance	245,195	227,645	215,782
Total Public Works	1,813,785	1,710,106	1,648,192
Building and Planning			
Building	324,390	330,003	292,761
Planning	239,078	270,795	218,371
Total Building and Planning	563,468	600,798	511,132
Total Expenditures	\$ 13,526,384	\$ 13,437,805	\$ 12,040,592

This schedule is continued on the following page.

VILLAGE OF BARRINGTON, ILLINOIS

General Fund

**Schedule of Expenditures (Detail) - Budget and Actual
Year Ended December 31, 2004**

	Budget		Actual
	Original	Final	
General Government			
Village Board			
Administration			
Personnel Services	\$ 42,762	\$ 45,913	\$ 17,762
Professional Development	55,475	57,825	57,761
Contractual Services	28,515	26,515	26,398
Commodities	4,100	1,900	734
Budget Reserve	1,440	1,440	-
Interfund Charges	42,082	42,082	17,620
Total Administration	174,374	175,675	120,275
Community Relations			
Personnel Services	26,628	26,628	26,586
Program Expenditures	135,650	142,764	138,351
Interfund Charges	6,524	15,560	11,042
Total Community Relations	168,802	184,952	175,979
Legal Services			
Contractual Services	173,500	342,350	312,906
Total Village Board	516,676	702,977	609,160
Village Manager			
Administration			
Personnel Services	392,994	134,791	134,740
Professional Development	15,307	5,770	4,265
Contractual Services	14,370	8,020	5,620
Commodities	5,835	4,835	4,592
Budget Reserve	-	151,995	-

This schedule is continued on the following page.

VILLAGE OF BARRINGTON, ILLINOIS

General Fund

Schedule of Expenditures (Detail) - Budget and Actual Year Ended December 31, 2004

	Budget		Actual
	Original	Final	
General Government (Continued)			
Village Manager (Continued)			
Administration (Continued)			
Program Expenditures	\$ 17,150	\$ -	\$ -
Interfund Charges	22,277	14,588	9,361
Total Village Manager	467,933	319,999	158,578
Administrative Services			
Administration			
Personnel Services	262,635	252,735	250,184
Professional Development	10,835	7,160	5,335
Contractual Services	33,600	31,150	27,207
Commodities	4,475	4,475	2,916
Budget Reserve	-	24,925	-
Program Expenditures	3,985	3,985	2,410
Equipment Purchases	-	7,400	4,570
Interfund Charges	67,041	67,041	49,250
Total Administration	382,571	398,871	341,872
Accounting and Finance			
Personnel Services	267,750	261,750	259,945
Professional Development	2,205	2,205	900
Contractual Services	43,065	42,065	41,128
Commodities	4,055	4,055	2,643
Total Accounting and Finance	317,075	310,075	304,616
Human Resources			
Personnel Services	115,160	115,160	72,644
Professional Development	14,115	12,115	9,334

This schedule is continued on the following page.

VILLAGE OF BARRINGTON, ILLINOIS

General Fund

Schedule of Expenditures (Detail) - Budget and Actual Year Ended December 31, 2004

	Budget		Actual
	Original	Final	
General Government (Continued)			
Administrative Services (Continued)			
Human Resources (Continued)			
Contractual Services	\$ 16,205	\$ 13,955	\$ 12,946
Commodities	500	500	35
Total Human Resources	145,980	141,730	94,959
Risk Management			
Contractual Services	659,610	799,343	502,365
Interfund Charges	1,519	1,519	-
Total Risk Management	661,129	800,862	502,365
Total Administrative Services	1,506,755	1,651,538	1,243,812
Total General Government	2,491,364	2,674,514	2,011,550
Public Safety			
Police			
Administration			
Personnel Services	596,532	592,824	566,382
Professional Development	4,105	4,105	3,252
Contractual Services	50,843	48,343	36,586
Commodities	11,615	11,615	9,343
Budget Reserve	-	2,500	-
Program Expenditures	7,190	9,690	9,055
Equipment Purchases	-	134,068	1,780
Interfund Charges	353,239	297,842	243,767
Total Police Administration	1,023,524	1,100,987	870,165

This schedule is continued on the following page.

VILLAGE OF BARRINGTON, ILLINOIS

General Fund

**Schedule of Expenditures (Detail) - Budget and Actual
Year Ended December 31, 2004**

	Budget		Actual
	Original	Final	
Public Safety (Continued)			
Police (Continued)			
Investigations			
Personnel Services	\$ 401,654	\$ 344,654	\$ 335,978
Professional Development	2,950	2,950	2,185
Contractual Services	4,430	4,430	4,065
Commodities	4,325	4,325	2,668
Interfund Charges	16,635	10,687	10,687
Total Investigations	429,994	367,046	355,583
Patrol Operations			
Personnel Services	2,197,285	2,161,020	2,157,330
Professional Development	25,185	23,435	22,476
Contractual Services	52,925	29,675	26,619
Commodities	40,125	40,390	40,127
Program Expenditures	4,095	21,695	16,666
Total Patrol Operations	2,319,615	2,276,215	2,263,218
Community/School Programs			
Personnel Services	257,247	277,747	277,446
Professional Development	3,815	3,815	1,987
Contractual Services	1,085	1,085	566
Commodities	9,600	9,600	9,331
Total Community/School Programs	271,747	292,247	289,330

This schedule is continued on the following page.

VILLAGE OF BARRINGTON, ILLINOIS

General Fund

Schedule of Expenditures (Detail) - Budget and Actual Year Ended December 31, 2004

	Budget		Actual
	Original	Final	
Public Safety (Continued)			
Police (Continued)			
Telecommunications			
Professional Development	\$ 11,090	\$ 11,090	\$ 5,000
Contractual Services	358,868	358,868	326,944
Program Expenditures	40,000	40,000	29,720
Total Telecommunications	409,958	409,958	361,664
Total Police	4,454,838	4,446,453	4,139,960
Fire/EMS			
Administration			
Personnel Services	341,148	341,148	339,324
Professional Development	8,960	6,960	3,785
Contractual Services	33,650	33,650	31,858
Commodities	7,600	7,600	7,410
Budget Reserve	-	62,000	-
Program Expenditures	3,500	33,500	15,457
Total Administration	394,858	484,858	397,834
Fire Operations			
Personnel Services	3,044,907	2,709,892	2,674,504
Professional Development	23,185	34,935	20,733
Contractual Services	69,878	79,028	78,887
Commodities	50,350	87,550	76,137
Equipment Purchases	41,190	111,240	104,200
Interfund Charges	223,532	143,402	100,175
Total Fire Operations	3,453,042	3,166,047	3,054,636

This schedule is continued on the following page.

VILLAGE OF BARRINGTON, ILLINOIS

General Fund

Schedule of Expenditures (Detail) - Budget and Actual
Year Ended December 31, 2004

	Budget		Actual
	Original	Final	
Public Safety (Continued)			
Fire/EMS (Continued)			
Fire/POC Operations			
Professional Development	\$ 1,150	\$ 2,650	\$ 2,492
Contractual Services	211,635	210,135	152,320
Commodities	4,250	4,250	1,560
Total Fire/POC Operations	217,035	217,035	156,372
Fire Prevention/Community Education			
Personnel Services	120,659	120,659	111,497
Professional Development	2,980	2,980	1,091
Contractual Services	2,535	2,535	2,131
Commodities	7,070	7,070	5,361
Total Fire Prevention/Comm Education	133,244	133,244	120,080
ESDA			
Professional Development	750	750	502
Contractual Services	3,700	3,700	205
Commodities	300	300	129
Total ESDA	4,750	4,750	836
Total Fire/EMS	4,202,929	4,005,934	3,729,758
Total Public Safety	8,657,767	8,452,387	7,869,718

This schedule is continued on the following page.

VILLAGE OF BARRINGTON, ILLINOIS

General Fund

Schedule of Expenditures (Detail) - Budget and Actual Year Ended December 31, 2004

	Budget		Actual
	Original	Final	
Public Works			
Administration			
Personnel Services	\$ 198,180	\$ 171,580	\$ 168,011
Professional Development	1,500	1,500	435
Contractual Services	6,230	4,930	3,927
Commodities	850	850	394
Total Administration	206,760	178,860	172,767
Street Operations			
Personnel Services	454,812	469,274	467,388
Professional Development	1,810	2,010	1,931
Contractual Services	182,405	153,405	149,480
Commodities	105,730	105,730	103,222
Program Expenditures	43,204	44,704	43,136
Equipment Purchases	-	2,500	-
Interfund Charges	197,590	158,135	152,226
Total Street Operations	985,551	935,758	917,383
Forestry			
Personnel Services	125,961	125,961	106,233
Professional Development	2,240	2,240	2,170
Contractual Services	217,550	210,950	205,815
Commodities	24,520	24,520	23,870
Interfund Charges	6,008	4,172	4,172
Total Forestry	376,279	367,843	342,260
Village Property Maintenance			
Personnel Services	107,693	107,693	106,891
Contractual Services	117,800	101,900	91,006

This schedule is continued on the following page.

VILLAGE OF BARRINGTON, ILLINOIS

General Fund

Schedule of Expenditures (Detail) - Budget and Actual Year Ended December 31, 2004

	Budget		Actual
	Original	Final	
Public Works (Continued)			
Village Property Maintenance (Continued)			
Commodities	\$ 14,000	\$ 14,000	\$ 13,833
Interfund Charges	5,702	4,052	4,052
Total Village Property Maintenance	245,195	227,645	215,782
Total Public Works	1,813,785	1,710,106	1,648,192
Building and Planning			
Building			
Personnel Services	226,744	229,094	228,987
Professional Development	7,370	2,820	1,088
Contractual Services	34,356	32,436	27,406
Commodities	4,795	4,795	3,170
Budget Reserve	3,900	15,041	-
Interfund Charges	47,225	45,817	32,110
Total Building	324,390	330,003	292,761
Planning			
Personnel Services	189,023	204,674	176,783
Professional Development	7,330	9,970	3,298
Contractual Services	22,845	27,082	20,905
Commodities	1,965	3,465	1,167
Program Expenditures	3,170	3,170	81
Interfund Charges	14,745	22,434	16,137
Total Planning	239,078	270,795	218,371
Total Building and Planning	563,468	600,798	511,132
Total Expenditures	\$ 13,526,384	\$ 13,437,805	\$ 12,040,592

This schedule is continued on the following page.

VILLAGE OF BARRINGTON, ILLINOIS

Debt Service Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual Year Ended December 31, 2004

	Budget		
	Original	Final	Actual
Revenues			
Taxes			
Property Taxes	\$ 833,605	\$ 833,605	\$ 807,908
Investment Income			
Interest Income	16,500	16,500	6,582
Interest Income/Real Estate Taxes	750	750	150
Total Revenues	850,855	850,855	814,640
Expenditures			
Debt Service			
Principal Retirement	530,000	530,000	530,000
Interest and Fiscal Charges	417,301	423,451	422,761
Total Expenditures	947,301	953,451	952,761
Excess (Deficiency) of Revenues Over (Under) Expenditures	(96,446)	(102,596)	(138,121)
Other Financing Sources			
Transfers In			
General Fund	113,696	113,696	113,696
Net Change in Fund Balance	\$ 17,250	\$ 11,100	(24,425)
Fund Balance - January 1			375,522
Fund Balance - December 31			\$ 351,097

VILLAGE OF BARRINGTON, ILLINOIS

Capital Improvements - Capital Projects Fund

**Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year Ended December 31, 2004**

	Budget		Actual
	Original	Final	
Revenues			
Taxes	\$ 1,280,000	\$ 1,280,000	\$ 1,165,752
Licenses and Permits	100	100	-
Intergovernmental	-	-	36,478
Charges for Services	5,000	5,000	3,203
Village Property Usage	200,000	200,000	250,839
Investment Income	104,500	104,500	100,331
Miscellaneous	20,000	20,000	20,024
Total Revenues	1,609,600	1,609,600	1,576,627
Expenditures			
Capital Projects	1,485,000	1,893,155	1,558,608
Excess (Deficiency) of Revenues Over (Under) Expenditures	124,600	(283,555)	18,019
Other Financing Sources (Uses)			
Transfers In/Out			
General Fund	400,000	400,000	400,000
TIF Redevelopment Fund	(400,000)	(400,000)	-
Total Other Financing Sources (Uses)	-	-	400,000
Net Change in Fund Balance	\$ 124,600	\$ (283,555)	418,019
Fund Balance - January 1 as Restated			6,906,046
Fund Balance - December 31			\$ 7,324,065

VILLAGE OF BARRINGTON, ILLINOIS

Capital Improvements - Capital Projects Fund

Schedule of Revenues - Budget and Actual Year Ended December 31, 2004

	Budget		Actual
	Original	Final	
Taxes			
Property Taxes	\$ -	\$ -	\$ 6,036
Utility Tax/Electricity	375,000	375,000	369,119
Utility Tax/Gas	215,000	215,000	194,293
Telecommunications Tax	690,000	690,000	596,304
Total Taxes	1,280,000	1,280,000	1,165,752
Licenses and Permits			
Annexation Impact Fee	100	100	-
Intergovernmental			
Federal/State Grants	-	-	36,478
Charges for Services			
Shared Service Charges - BCFPD	5,000	5,000	3,203
Village Property Usage			
Rental Income	200,000	200,000	250,839
Investment Income	104,500	104,500	100,331
Miscellaneous			
Project Contributions	20,000	20,000	20,024
Total Revenues	\$ 1,609,600	\$ 1,609,600	\$ 1,576,627

VILLAGE OF BARRINGTON, ILLINOIS

Capital Improvements - Capital Projects Fund

**Schedule of Expenditures (Detail) - Budget and Actual
Year Ended December 31, 2004**

	Budget		Actual
	Original	Final	
Capital Projects			
Village Facilities			
Village Hall	\$ -	\$ 23,155	\$ 14,367
Highways and Streets Improvements			
Street Maintenance Program	1,395,000	1,380,000	1,358,127
Hart Road	-	15,000	14,500
Route 14 Improvement	-	12,500	(3,590)
Route 14 Beautification	20,000	20,000	7,500
Traffic Control Facilities			
Signal Preemption System	10,000	10,000	6,406
Flint Creek Restoration			
Fox Point	-	285,000	89,953
Pedestrian Programs			
Sidewalk Program	30,000	30,000	29,893
New Residential Sidewalks	30,000	30,000	29,083
Bikeway Program			
Grove Avenue - Corridor #1	-	87,500	12,369
Total Expenditures	<u>\$ 1,485,000</u>	<u>\$ 1,893,155</u>	<u>\$ 1,558,608</u>

VILLAGE OF BARRINGTON, ILLINOIS

TIF Redevelopment - Capital Projects Fund

**Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year Ended December 31, 2004**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 285,000	\$ 285,000	\$ 489,270
Village Property Usage			
Rental Income	67,500	67,500	57,750
Investment Income			
Interest Income	-	-	14,292
Interest Income/Real Estate Tax	-	-	226
Miscellaneous			
Donations	5,000	5,000	-
Total Revenues	<u>357,500</u>	<u>357,500</u>	<u>561,538</u>
Expenditures			
Economic Development	5,380,000	5,460,000	326,681
Debt Service			
Interest and Fiscal Agent Fees	130,000	130,000	60,000
Total Expenditures	<u>5,510,000</u>	<u>5,590,000</u>	<u>386,681</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(5,152,500)</u>	<u>(5,232,500)</u>	<u>174,857</u>
Other Financing Sources			
Debt Issuance	4,900,000	4,900,000	-
Transfer In			
Capital Improvements Fund	400,000	400,000	-
Total Other Financing Sources	<u>5,300,000</u>	<u>5,300,000</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ 147,500</u>	<u>\$ 67,500</u>	174,857
Fund Balance - January 1			<u>(3,975,844)</u>
Fund Balance - December 31			<u>\$ (3,800,987)</u>

VILLAGE OF BARRINGTON, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

**Schedule of Revenues, Expenses and Changes in
Net Assets - Budget and Actual
Year Ended December 31, 2004**

	Budget		
	Original	Final	Actual
Operating Revenues			
Charges for Services			
Water Sales	\$ 1,594,469	\$ 1,594,469	\$ 1,571,956
Sewer Sales	2,176,710	2,176,710	2,068,392
Industrial Surcharge	1,000	1,000	-
Miscellaneous - Meter Sales and Other	40,000	40,000	47,291
Total Operating Revenues	<u>3,812,179</u>	<u>3,812,179</u>	<u>3,687,639</u>
Operating Expenses Before Depreciation			
Administration			
Public Works	710,492	747,001	728,650
Utility Billing	99,724	98,724	90,297
Operations			
Conveyance/Distribution System Maintenance	1,017,333	1,214,776	1,039,865
Water Production and Treatment	261,702	293,702	284,533
Wastewater Treatment	858,813	919,113	905,856
Capital Projects	45,000	491,250	494,037
Total Operating Expenses Before Depreciation	<u>2,993,064</u>	<u>3,764,566</u>	<u>3,543,238</u>
Operating Income (Loss) Before Depreciation	819,115	47,613	144,401
Depreciation	<u>-</u>	<u>-</u>	<u>653,264</u>
Operating Income (Loss)	<u>819,115</u>	<u>47,613</u>	<u>(508,863)</u>
Nonoperating Revenues (Expenses)			
Investment Income	145,000	145,000	273,610
Connection Fees	400,000	400,000	677,450
Other Income	2,000	2,000	86,174
Gain (Loss) on Disposal of Fixed Assets	-	-	(22,275)
Interest Expense and Fiscal Agent Fees	<u>(211,006)</u>	<u>(211,006)</u>	<u>(207,719)</u>
Total Nonoperating Revenues (Expenses)	<u>335,994</u>	<u>335,994</u>	<u>807,240</u>
Change in Net Assets	<u>\$ 1,155,109</u>	<u>\$ 383,607</u>	298,377
Net Assets - January 1			<u>21,736,769</u>
Net Assets - December 31			<u>\$ 22,035,146</u>

VILLAGE OF BARRINGTON, ILLINOIS

Waterworks and Sewerage Fund

Schedule of Changes in Retained Earnings - Reserved - Restricted Accounts
Year Ended December 31, 2004

	Operation and Maintenance	Alternate Bond and Interest	Senior Bond and Interest	Junior Bond and Interest	Senior Bond Reserve	Junior Bond Reserve	Depreciation Repair and Replacement	Totals
Increases								
Intrafund Transfers In	\$ -	\$ 252,006	\$ -	\$ 280,610	\$ -	\$ -	\$ -	\$ 532,616
Decreases								
Bond Principal Retirement	-	155,000	-	170,242	-	-	-	325,242
Bond Interest Charges	-	97,006	-	110,368	-	-	-	207,374
Total Decreases	-	252,006	-	280,610	-	-	-	532,616
Net Increase (Decrease)	-	-	-	-	-	-	-	-
Account Balances - January 1	325,000	25,000	-	17,500	-	-	340,000	707,500
Account Balances - December 31	\$ 325,000	\$ 25,000	\$ -	\$ 17,500	\$ -	\$ -	\$ 340,000	\$ 707,500

VILLAGE OF BARRINGTON, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual Year Ended December 31, 2004

	Budget		Actual
	Original	Final	
Administration			
Public Works			
Personnel Services	\$ 268,654	\$ 291,604	\$ 284,422
Professional Development	8,150	4,750	4,465
Contractual Services	32,700	13,150	12,564
Commodities	2,075	2,075	1,856
Interfund Charges	398,913	435,422	425,343
Total Public Works	710,492	747,001	728,650
Utility Billing			
Personnel Services	70,852	74,202	73,952
Professional Development	995	995	15
Contractual Services	23,095	18,745	12,526
Commodities	1,090	1,090	130
Interfund Charges	3,692	3,692	3,674
Total Utility Billing	99,724	98,724	90,297
Total Administration	810,216	845,725	818,947
Operations			
Conveyance/Distribution System Maintenance			
Personnel Services	533,859	524,859	487,873
Professional Development	3,115	3,115	1,992
Contractual Services	102,250	72,250	42,110
Commodities	85,795	85,795	59,272
Programs	171,010	407,453	328,214
Capital Expenditures	900	900	-
Interfund Charges	120,404	120,404	120,404
Total Conveyance/Distribution System Maintenance	1,017,333	1,214,776	1,039,865

(This schedule is continued on the following pages.)

VILLAGE OF BARRINGTON, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual (Continued)
Year Ended December 31, 2004

	Budget		Actual
	Original	Final	
Operations (Continued)			
Water Production and Treatment			
Personnel Services	\$ 111,465	\$ 118,965	\$ 116,170
Professional Development	1,780	1,780	1,514
Contractual Services	100,600	125,100	122,182
Commodities	33,713	33,713	30,523
Interfund Charges	14,144	14,144	14,144
Total Water Production and Treatment	261,702	293,702	284,533
Wastewater Treatment			
Personnel Services	391,856	418,756	418,287
Professional Development	3,880	3,880	2,207
Contractual Services	391,125	424,525	424,456
Commodities	52,650	52,650	41,604
Interfund Charges	19,302	19,302	19,302
Total Wastewater Treatment	858,813	919,113	905,856
Total Operations	2,137,848	2,427,591	2,230,254
Capital Projects	610,000	834,000	815,641
Less Nonoperating Items			
Fixed Assets Capitalized	(565,000)	(342,750)	(321,604)
Total Capital Projects	45,000	491,250	494,037
Total Operating Expenses	\$ 2,993,064	\$ 3,764,566	\$ 3,543,238

VILLAGE OF BARRINGTON, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

**Schedule of Capital Assets and Depreciation
Year Ended December 31, 2004**

	Capital Assets			
	Balances January 1	Additions	Retirements/ Transfers	Balances December 31
Land	\$ 142,629	\$ -	\$ -	\$ 142,629
Sewer System	17,237,296	321,604	40,972	17,517,928
Water System	21,222,175	-	-	21,222,175
Total Capital Assets	<u>\$ 38,602,100</u>	<u>\$ 321,604</u>	<u>\$ 40,972</u>	<u>\$ 38,882,732</u>

	Accumulated Depreciation			
	Balances January 1	Additions	Retirements/ Transfers	Balances December 31
Land	\$ -	\$ -	\$ -	\$ -
Sewer System	7,399,221	297,126	18,697	7,677,650
Water System	7,120,149	356,138	-	7,476,287
Total Accumulated Depreciation	<u>\$ 14,519,370</u>	<u>\$ 653,264</u>	<u>\$ 18,697</u>	<u>\$ 15,153,937</u>
Total Capital Assets (Net of Accumulated Depreciation)	<u>\$ 24,082,730</u>			<u>\$ 23,728,795</u>

VILLAGE OF BARRINGTON, ILLINOIS

Motor Vehicle Parking System - Enterprise Fund

**Schedule of Revenues, Expenses and Changes in
Net Assets - Budget and Actual
Year Ended December 31, 2004**

	Budget		Actual
	Original	Final	
Operating Revenues			
Licenses and Permits			
Parking Lot 2 CNW Permits	\$ 75,000	\$ 75,000	\$ 65,747
Parking Permits	125,000	125,000	118,398
Employee/Employer Permits	16,000	16,000	23,035
Charges for Services			
Parking Fees	342,500	342,500	308,269
Fines and Forfeitures			
Parking Fines	120,000	120,000	126,219
Village Property Usage			
Rental Income	3,000	3,000	7,999
Miscellaneous			
Other	50	50	10,110
Total Operating Revenues	681,550	681,550	659,777
Operating Expenses Before Depreciation			
Operations	765,641	780,340	742,010
Capital Projects	-	185,000	57,687
Total Operating Expenses Before Depreciation	765,641	965,340	799,697
Operating Income (Loss) Before Depreciation	(84,091)	(283,790)	(139,920)
Depreciation	-	-	7,000
Income (Loss)	(84,091)	(283,790)	(146,920)
Nonoperating Revenues			
Investment Income	90,000	90,000	47,551
Change in Net Assets	\$ 5,909	\$ (193,790)	(99,369)
Net Assets - January 1			3,479,570
Net Assets - December 31			\$ 3,380,201

VILLAGE OF BARRINGTON, ILLINOIS

Motor Vehicle Parking System - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual Year Ended December 31, 2004

	Budget		Actual
	Original	Final	
Operations			
Administrative Services			
Personnel Services	\$ 24,594	\$ 25,344	\$ 25,265
Professional Development	1,100	1,100	-
Contractual Services	100,350	95,100	81,095
Commodities	4,105	1,902	-
Program Expenses	-	4,500	4,287
Interfund Charges	133,332	150,234	150,234
Total Administrative Services	263,481	278,180	260,881
Public Works			
Personnel Services	79,634	86,434	86,294
Contractual Services	117,760	106,410	98,917
Commodities	2,140	6,690	6,652
Total Public Works	199,534	199,534	191,863
Police Department			
Personnel Services	292,504	289,254	277,426
Contractual Services	5,832	9,082	8,573
Commodities	4,290	4,290	3,267
Total Police Department	302,626	302,626	289,266
Total Operations	765,641	780,340	742,010

VILLAGE OF BARRINGTON, ILLINOIS

Motor Vehicle Parking System - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued
Year Ended December 31, 2004

	Budget		Actual
	Original	Final	
Capital Projects			
Train Station Renovation			
Capital Expenditures	\$ -	\$ 152,500	\$ 33,884
Downtown Redevelopment			
Contractual	-	10,000	2,322
Commuter Lot			
Contractual	-	22,500	21,481
Total Capital Projects	-	185,000	57,687
Total Operating Expenses	\$ 765,641	\$ 965,340	\$ 799,697

VILLAGE OF BARRINGTON, ILLINOIS

Motor Vehicle Parking System - Enterprise Fund

**Schedule of Capital Assets and Depreciation
Year Ended December 31, 2004**

	Capital Assets			
	Balances January 1	Additions	Retirements/ Transfers	Balances December 31
Land	\$ 983,779	\$ -	\$ -	\$ 983,779
Parking Lot Construction	1,565,727	-	-	1,565,727
Total Capital Assets	<u>\$ 2,549,506</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,549,506</u>
	Accumulated Depreciation			
	Balances January 1	Additions	Retirements/ Transfers	Balances December 31
Land	\$ -	\$ -	\$ -	\$ -
Parking Lot Construction	1,553,810	7,000	-	1,560,810
Total Accumulated Depreciation	<u>\$ 1,553,810</u>	<u>\$ 7,000</u>	<u>\$ -</u>	<u>\$ 1,560,810</u>
Total Capital Assets (Net of Accumulated Depreciation)	<u>\$ 995,696</u>			<u>\$ 988,696</u>

VILLAGE OF BARRINGTON, ILLINOIS

Recycling and Refuse - Enterprise Fund

**Schedule of Revenues, Expenses and Changes in
Net Assets - Budget and Actual
Year Ended December 31, 2004**

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services			
Refuse Collections	\$ 844,600	\$ 844,600	\$ 840,058
Miscellaneous			
Other	350	350	280
Biodegradable Bags	4,000	4,000	3,660
Total Operating Revenues	848,950	848,950	843,998
Operating Expenses			
Administration	50,171	49,371	48,666
Operations	805,575	814,093	793,833
Total Operating Expenses	855,746	863,464	842,499
Operating Income (Loss)	(6,796)	(14,514)	1,499
Nonoperating Revenues			
Investment Income	2,500	2,500	2,592
Income (Loss) Before Transfers	(4,296)	(12,014)	4,091
Transfers In			
General Fund	5,000	5,000	5,000
Change in Net Assets	\$ 704	\$ (7,014)	9,091
Net Assets - January 1			97,018
Net Assets - December 31			\$ 106,109

VILLAGE OF BARRINGTON, ILLINOIS

Recycling and Refuse - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual
Year Ended December 31, 2004**

	Budget		Actual
	Original	Final	
Administration			
Administrative Services			
Utility Billing			
Personnel Services	\$ 40,249	\$ 42,049	\$ 41,972
Professional Development	95	95	-
Contractual Services	8,040	5,584	5,261
Commodities	475	275	65
Interfund Charges	1,312	1,368	1,368
Total Administration	50,171	49,371	48,666
Operations			
Recycling/Refuse Operations			
Personnel Services	57,472	57,472	56,661
Professional Development	100	100	-
Contractual Services	636,800	636,800	630,942
Commodities	31,250	31,250	17,759
Interfund Charges	79,953	88,471	88,471
Total Operations	805,575	814,093	793,833
Total Operating Expenses	\$ 855,746	\$ 863,464	\$ 842,499

VILLAGE OF BARRINGTON, ILLINOIS

Internal Service Funds

**Combining Statement of Net Assets
December 31, 2004**

	<u>Information Systems</u>	<u>Central Garage</u>	<u>Totals</u>
ASSETS			
Current Assets			
Cash and Investments	\$ 807,055	\$ 2,579,728	\$ 3,386,783
Receivables			
Accounts Receivable	51,388	2,985	54,373
Accrued Interest	<u>1,218</u>	<u>7,219</u>	<u>8,437</u>
Total Current Assets	<u>859,661</u>	<u>2,589,932</u>	<u>3,449,593</u>
Capital Assets			
Vehicles and Equipment	-	1,558,016	1,558,016
Accumulated Depreciation	<u>-</u>	<u>(813,715)</u>	<u>(813,715)</u>
Total Capital Assets	<u>-</u>	<u>744,301</u>	<u>744,301</u>
Total Assets	<u>\$ 859,661</u>	<u>\$ 3,334,233</u>	<u>\$ 4,193,894</u>
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 16,910	\$ 15,365	\$ 32,275
Accrued Payroll	1,302	3,756	5,058
Compensated Absences Payable	<u>3,797</u>	<u>14,482</u>	<u>18,279</u>
Total Current Liabilities	<u>22,009</u>	<u>33,603</u>	<u>55,612</u>
NET ASSETS			
Invested in Capital Assets	-	744,301	744,301
Unrestricted	<u>837,652</u>	<u>2,556,329</u>	<u>3,393,981</u>
Total Net Assets	<u>\$ 837,652</u>	<u>\$ 3,300,630</u>	<u>\$ 4,138,282</u>

VILLAGE OF BARRINGTON, ILLINOIS

Internal Service Funds

**Combining Statement of Revenues, Expenses and
Changes in Net Assets
Year Ended December 31, 2004**

	<u>Information Systems</u>	<u>Central Garage</u>	<u>Totals</u>
Operating Revenues			
Charges for Services	\$ 57,106	\$ 219,802	\$ 276,908
Interfund Charges	<u>290,572</u>	<u>576,269</u>	<u>866,841</u>
Total Operating Revenues	<u>347,678</u>	<u>796,071</u>	<u>1,143,749</u>
Operating Expenses			
Operations	108,457	418,209	526,666
Capital Projects	151,300	400,330	551,630
Depreciation	<u>-</u>	<u>72,727</u>	<u>72,727</u>
Total Operating Expenses	<u>259,757</u>	<u>891,266</u>	<u>1,151,023</u>
Operating Income (Loss)	<u>87,921</u>	<u>(95,195)</u>	<u>(7,274)</u>
Nonoperating Revenues			
Investment Income	8,745	44,940	53,685
Other Income	<u>-</u>	<u>42,091</u>	<u>42,091</u>
Total Nonoperating Revenues	<u>8,745</u>	<u>87,031</u>	<u>95,776</u>
Change in Net Assets	96,666	(8,164)	88,502
Net Assets - January 1	<u>740,986</u>	<u>3,308,794</u>	<u>4,049,780</u>
Net Assets - December 31	<u>\$ 837,652</u>	<u>\$ 3,300,630</u>	<u>\$ 4,138,282</u>

VILLAGE OF BARRINGTON, ILLINOIS

Internal Service Funds

**Combining Statement of Cash Flows
Year Ended December 31, 2004**

	<u>Information Systems</u>	<u>Central Garage</u>	<u>Totals</u>
Cash Flows from Operating Activities			
Receipts from Customers and Users	\$ 13,056	\$ 256,877	\$ 269,933
Receipts from Interfund Services Provided	290,572	576,269	866,841
Payments to Employees	(76,813)	(212,637)	(289,450)
Payments to Suppliers	(167,613)	(651,197)	(818,810)
	<u>59,202</u>	<u>(30,688)</u>	<u>28,514</u>
Cash Flows from Capital and Related Financing Activities			
Purchase of Capital Assets	<u>-</u>	<u>(286,834)</u>	<u>(286,834)</u>
Cash Flows from Investing Activities			
Interest Received	<u>8,745</u>	<u>44,940</u>	<u>53,685</u>
Net Change in Cash and Cash Equivalents	67,947	(272,582)	(204,635)
Cash and Cash Equivalents			
Beginning of Year	<u>739,108</u>	<u>2,852,310</u>	<u>3,591,418</u>
End of Year	<u>\$ 807,055</u>	<u>\$ 2,579,728</u>	<u>\$ 3,386,783</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities			
Operating Income (Loss)	<u>87,921</u>	<u>(95,195)</u>	<u>(7,274)</u>
Adjustments to Reconcile Operating Income to Net Cash Provided by (Used in) Operating Activities			
Depreciation Expense	-	72,727	72,727
Other Income	-	42,091	42,091
Increase (Decrease) in Current Assets	(44,050)	(5,016)	(49,066)
Increase (Decrease) in Current Liabilities	<u>15,331</u>	<u>(45,295)</u>	<u>(29,964)</u>
Net Cash Provided by Operating Activities	<u>\$ 59,202</u>	<u>\$ (30,688)</u>	<u>\$ 28,514</u>

VILLAGE OF BARRINGTON, ILLINOIS

Information Systems - Internal Service Fund

Schedule of Revenues, Expenses and Changes in Net Assets - Budget and Actual Year Ended December 31, 2004

	Budget		
	Original	Final	Actual
Operating Revenues			
Charges for Services			
Shared Services - BCFPD	\$ 5,175	\$ 5,175	\$ 57,106
Interfund Charges			
Information Systems - Services	171,394	171,394	114,296
Information Systems - Depreciation	176,276	176,276	176,276
Total Operating Revenues	352,845	352,845	347,678
Operating Expenses Before Depreciation			
Operations	156,394	145,394	108,457
Capital Projects	81,000	225,639	151,300
Total Operating Expenses	237,394	371,033	259,757
Operating Income (Loss)	115,451	(18,188)	87,921
Nonoperating Revenues			
Investment Income	10,000	10,000	8,745
Change in Net Assets	\$ 125,451	\$ (8,188)	96,666
Net Assets - January 1			740,986
Net Assets - December 31			\$ 837,652

VILLAGE OF BARRINGTON, ILLINOIS

Information Systems - Internal Service Fund

**Schedule of Operating Expenses - Budget and Actual
Year Ended December 31, 2004**

	Budget		Actual
	Original	Final	
Operations			
Administrative Services			
Information Systems			
Personnel Services	\$ 60,752	\$ 77,790	\$ 76,813
Professional Development	12,150	4,900	2,393
Contractual Services	80,792	60,004	28,918
Commodities	2,700	2,700	333
Total Operations	156,394	145,394	108,457
Capital Projects			
Capital Expense			
Capital Equipment	81,000	225,639	151,300
Total Operating Expenses	\$ 237,394	\$ 371,033	\$ 259,757

VILLAGE OF BARRINGTON, ILLINOIS

Central Garage - Internal Service Fund

Schedule of Revenues, Expenses and Changes in Net Assets - Budget and Actual Year Ended December 31, 2004

	Budget		
	Original	Final	Actual
Operating Revenues			
Charges for Services			
Shared Services - BCFPD	\$ 44,965	\$ 229,965	\$ 219,802
Interfund Charges			
Vehicle Maintenance	386,068	386,068	391,873
Vehicle Depreciation	376,025	376,025	184,396
Total Operating Revenues	807,058	992,058	796,071
Operating Expenses Before Depreciation			
Operations	404,674	422,145	418,209
Capital Projects	115,550	594,550	400,330
Total Operating Expenses	520,224	1,016,695	818,539
Operating Income (Loss) Before Depreciation	286,834	(24,637)	(22,468)
Depreciation	-	-	72,727
Operating Income (Loss)	286,834	(24,637)	(95,195)
Nonoperating Revenues			
Investment Income	100,000	100,000	44,940
Other Income	32,440	32,440	42,091
Total Nonoperating Revenues	132,440	132,440	87,031
Change in Net Assets	\$ 419,274	\$ 107,803	(8,164)
Net Assets - January 1			3,308,794
Net Assets - December 31			\$ 3,300,630

VILLAGE OF BARRINGTON, ILLINOIS

Central Garage - Internal Service Fund

**Schedule of Operating Expenses - Budget and Actual
Year Ended December 31, 2004**

	Budget		Actual
	Original	Final	
Operations			
Public Works			
Personnel Services	\$ 202,797	\$ 213,797	\$ 212,637
Professional Development	1,850	1,850	1,777
Contractual Services	15,955	15,955	15,595
Commodities	151,550	151,550	149,950
Interfund Charges	32,522	38,993	38,250
Total Operations	404,674	422,145	418,209
Capital Projects			
Capital Expense			
Capital Equipment	313,050	792,050	687,164
Less Nonoperating Items			
Fixed Assets Capitalized	(197,500)	(197,500)	(286,834)
Total Capital Projects	115,550	594,550	400,330
Total Operating Expenses	\$ 520,224	\$ 1,016,695	\$ 818,539

VILLAGE OF BARRINGTON, ILLINOIS

Central Garage - Internal Service Fund

**Schedule of Capital Assets and Depreciation
Year Ended December 31, 2004**

	Capital Assets			
	<u>Balances January 1</u>	<u>Additions</u>	<u>Retirements/ Transfers</u>	<u>Balances December 31</u>
Vehicles and Equipment	<u>\$ 1,353,182</u>	<u>\$ 286,834</u>	<u>\$ 82,000</u>	<u>\$ 1,558,016</u>
	Accumulated Depreciation			
	<u>Balances January 1</u>	<u>Additions</u>	<u>Retirements/ Transfers</u>	<u>Balances December 31</u>
Vehicles and Equipment	<u>\$ 822,988</u>	<u>\$ 72,727</u>	<u>\$ 82,000</u>	<u>\$ 813,715</u>
Total Capital Assets (Net of Accumulated Depreciation)	<u>\$ 530,194</u>			<u>\$ 744,301</u>

VILLAGE OF BARRINGTON, ILLINOIS

Pension Trust Funds

**Combining Statement of Net Plan Assets
December 31, 2004**

	<u>Police Pension</u>	<u>Firefighters' Pension</u>	<u>Totals</u>
Assets			
Cash and Cash Equivalents	\$ 90,787	\$ 247,695	\$ 338,482
Investments			
Money Markets/Mutual Funds	3,962,966	172,535	4,135,501
U.S. Government and Agency Obligations	4,560,708	2,342,214	6,902,922
Equity Securities	5,172,311	124,867	5,297,178
Receivables - Accrued Interest	55,217	8,583	63,800
Prepaid Expenses	549	600	1,149
Due from Other Funds	<u>7,879</u>	<u>2,518</u>	<u>10,397</u>
 Total Assets	 13,850,417	 2,899,012	 16,749,429
Liabilities			
Accounts Payable	<u>16,123</u>	<u>2,558</u>	<u>18,681</u>
 Net Plan Assets Held in Trust for Pension Benefits			
(A schedule of funding progress is presented following the notes to the financial statements)	<u>\$ 13,834,294</u>	<u>\$ 2,896,454</u>	<u>\$ 16,730,748</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF BARRINGTON, ILLINOIS

Pension Trust Funds

Combining Statement of Changes in Net Plan Assets Year Ended December 31, 2004

	Police Pension	Firefighters' Pension	Totals
Additions			
Contributions - Employer	\$ 327,861	\$ 228,838	\$ 556,699
Contributions - Plan Members	202,484	186,430	388,914
	<u>530,345</u>	<u>415,268</u>	<u>945,613</u>
Investment Income			
Interest Earned	340,359	130,444	470,803
Net Change in Fair Value	771,242	(39,743)	731,499
	<u>1,111,601</u>	<u>90,701</u>	<u>1,202,302</u>
Total Investment Income	1,111,601	90,701	1,202,302
Less Investment Expenses	(64,165)	(6,758)	(70,923)
	<u>1,047,436</u>	<u>83,943</u>	<u>1,131,379</u>
Net Investment Income	1,047,436	83,943	1,131,379
Total Additions	<u>1,577,781</u>	<u>499,211</u>	<u>2,076,992</u>
Deductions			
Administration	20,126	6,432	26,558
Benefits and Refunds			
Benefits	581,447	-	581,447
Refunds	22,499	1,292	23,791
	<u>624,072</u>	<u>7,724</u>	<u>631,796</u>
Total Deductions	624,072	7,724	631,796
Change in Net Assets	953,709	491,487	1,445,196
Plan Net Assets Held in Trust for Pension Benefits - January 1	<u>12,880,585</u>	<u>2,404,967</u>	<u>15,285,552</u>
Plan Net Assets Held in Trust for Pension Benefits - December 31	<u>\$ 13,834,294</u>	<u>\$ 2,896,454</u>	<u>\$ 16,730,748</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF BARRINGTON, ILLINOIS

Police Pension Fund - Pension Trust Fund

**Schedule of Changes in Plan Net Assets - Budget and Actual
Year Ended December 31, 2004**

	Budget		Actual
	Original	Final	
Additions			
Contributions - Employer	\$ 314,794	\$ 314,794	\$ 327,861
Contributions - Plan Members	201,900	201,900	202,484
Total Contributions	516,694	516,694	530,345
Investment Income			
Interest Earned	775,000	775,000	340,359
Net Change in Fair Value	-	-	771,242
Total Investment Income	775,000	775,000	1,111,601
Less Investment Expenses	(93,250)	(73,250)	(64,165)
Net Investment Income	681,750	701,750	1,047,436
Total Additions	1,198,444	1,218,444	1,577,781
Deductions			
Administration	34,140	23,440	20,126
Benefits and Refunds			
Benefits	498,832	554,532	581,447
Refunds	50,000	50,000	22,499
Total Deductions	582,972	627,972	624,072
Change in Net Assets	<u>\$ 615,472</u>	<u>\$ 590,472</u>	953,709
Plan Net Assets Held in Trust for Pension Benefits - January 1			<u>12,880,585</u>
Plan Net Assets Held in Trust for Pension Benefits - December 31			<u>\$ 13,834,294</u>

VILLAGE OF BARRINGTON, ILLINOIS

Firefighters' Pension Fund - Pension Trust Fund

**Schedule of Changes in Plan Net Assets - Budget and Actual
Year Ended December 31, 2004**

	Budget		
	Original	Final	Actual
Additions			
Contributions - Employer	\$ 279,650	\$ 279,650	\$ 228,838
Contributions - Plan Members	186,000	186,000	186,430
Total Contributions	465,650	465,650	415,268
Investment Income			
Interest Earned	80,000	80,000	130,444
Net Change in Fair Value	-	-	(39,743)
Total Investment Income	80,000	80,000	90,701
Less Investment Expenses	(500)	(500)	(6,758)
Net Investment Income	79,500	79,500	83,943
Total Additions	545,150	545,150	499,211
Deductions			
Administration	16,110	16,110	6,432
Benefits and Refunds			
Refunds	25,000	25,000	1,292
Total Deductions	41,110	41,110	7,724
Change in Net Assets	<u>\$ 504,040</u>	<u>\$ 504,040</u>	491,487
Plan Net Assets Held in Trust for Pension Benefits - January 1			<u>2,404,967</u>
Plan Net Assets Held in Trust for Pension Benefits - December 31			<u>\$ 2,896,454</u>

VILLAGE OF BARRINGTON, ILLINOIS

Agency Funds

Combining Statement of Changes in Assets and Liabilities
Year Ended December 31, 2004

	<u>Balances January 1</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balances December 31</u>
All Agency Funds				
ASSETS				
Cash and Investments	\$ 2,160,840	\$ 88,937	\$ 852,145	\$ 1,397,632
Receivables				
Accrued Interest	6,101	96	5,780	417
Other	<u>101,560</u>	<u>995</u>	<u>78,621</u>	<u>23,934</u>
Total Assets	<u>\$ 2,268,501</u>	<u>\$ 90,028</u>	<u>\$ 936,546</u>	<u>\$ 1,421,983</u>
LIABILITIES				
Accounts Payable	\$ 63,578	\$ -	\$ 49,083	\$ 14,495
Deposits Payable	1,296,836	110,652	-	1,407,488
Due to Others	<u>908,087</u>	<u>-</u>	<u>908,087</u>	<u>-</u>
Total Liabilities	<u>\$ 2,268,501</u>	<u>\$ 110,652</u>	<u>\$ 957,170</u>	<u>\$ 1,421,983</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF BARRINGTON, ILLINOIS

Agency Funds

Combining Statement of Changes in Assets and Liabilities (Continued) Year Ended December 31, 2004

	<u>Balances January 1</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balances December 31</u>
Escrow Fund				
ASSETS				
Cash and Investments	\$ 1,308,695	\$ 88,937	\$ -	\$ 1,397,632
Receivables - Accrued Interest	321	96	-	417
Receivables - Other	<u>22,939</u>	<u>995</u>	<u>-</u>	<u>23,934</u>
Total Assets	<u>\$ 1,331,955</u>	<u>\$ 90,028</u>	<u>\$ -</u>	<u>\$ 1,421,983</u>
LIABILITIES				
Accounts Payable	\$ 35,119	\$ -	\$ 20,624	\$ 14,495
Deposits Payable	<u>1,296,836</u>	<u>110,652</u>	<u>-</u>	<u>1,407,488</u>
Total Liabilities	<u>\$ 1,331,955</u>	<u>\$ 110,652</u>	<u>\$ 20,624</u>	<u>\$ 1,421,983</u>
Special Assessments Fund				
ASSETS				
Cash and Investments	\$ 852,145	\$ -	\$ 852,145	\$ -
Receivables - Accrued Interest	5,780	-	5,780	-
Receivables - Other	<u>78,621</u>	<u>-</u>	<u>78,621</u>	<u>-</u>
Total Assets	<u>\$ 936,546</u>	<u>\$ -</u>	<u>\$ 936,546</u>	<u>\$ -</u>
LIABILITIES				
Accounts Payable	\$ 28,459	\$ -	\$ 28,459	\$ -
Due to Others	<u>908,087</u>	<u>-</u>	<u>908,087</u>	<u>-</u>
Total Liabilities	<u>\$ 936,546</u>	<u>\$ -</u>	<u>\$ 936,546</u>	<u>\$ -</u>

The notes to the financial statements are an integral part of this statement.

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

Capital Assets used in the operation of governmental funds include only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from this activity. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

VILLAGE OF BARRINGTON, ILLINOIS

Schedule of Governmental Capital Assets - By Source

December 31, 2004

GOVERNMENTAL CAPITAL ASSETS

Land	\$ 13,555,978
Buildings	12,331,355
Equipment	349,986
Infrastructure	<u>19,114,975</u>
	<u><u>\$ 45,352,294</u></u>

**INVESTMENTS IN GOVERNMENTAL
CAPITAL ASSETS BY SOURCE**

General Revenues	\$ 35,310,894
Debt Proceeds	9,863,699
Contributions	<u>177,701</u>
	<u><u>\$ 45,352,294</u></u>

VILLAGE OF BARRINGTON, ILLINOIS

Schedule of Governmental Capital Assets - By Function and Activity

December 31, 2004

<u>Function and Activity</u>	<u>Land</u>	<u>Buildings</u>	<u>Equipment</u>	<u>Infrastructure</u>	<u>Totals</u>
General Government	\$ 2,789,104	\$ 4,877,281	\$ 200,036	\$ -	\$ 7,866,421
Public Safety	900,000	7,057,122	149,950	-	8,107,072
Public Works	<u>9,866,874</u>	<u>396,952</u>	<u>-</u>	<u>19,114,975</u>	<u>29,378,801</u>
Totals	<u>\$ 13,555,978</u>	<u>\$ 12,331,355</u>	<u>\$ 349,986</u>	<u>\$ 19,114,975</u>	<u>\$ 45,352,294</u>

VILLAGE OF BARRINGTON, ILLINOIS

Schedule of Changes in Governmental Capital Assets - By Function and Activity

Year Ended December 31, 2004

<u>Function and Activity</u>	<u>Balances January 1 As Restated</u>	<u>Additions/ Transfers</u>	<u>Retirements</u>	<u>Balances December 31</u>
General Government	\$ 7,866,421	\$ -	\$ -	\$ 7,866,421
Public Safety	8,107,072	-	-	8,107,072
Public Works	<u>29,359,952</u>	<u>20,800</u>	<u>1,951</u>	<u>29,378,801</u>
	<u>\$ 45,333,445</u>	<u>\$ 20,800</u>	<u>\$ 1,951</u>	<u>\$ 45,352,294</u>

SUPPLEMENTAL SECTION

VILLAGE OF BARRINGTON, ILLINOIS

**Schedule of Insurance in Force
December 31, 2004**

<u>Coverage</u>	<u>Amount of Coverage</u>	<u>Expiration Date of Policy</u>
General Liability	\$10,000,000 Per Occurrence	12/31/04
Police Professional Liability	\$10,000,000 Per Occurrence	12/31/04
Employee Benefits Liability	\$10,000,000 Per Occurrence	12/31/04
Automobile Liability	\$10,000,000 Per Occurrence	12/31/04
Uninsured/Underinsured Motorist	\$500,000 Per Occurrence	12/31/04
Public Officials Liability	\$10,000,000 Per Occurrence	12/31/04
Workers' Compensation	\$31,500,000 Per Occurrence	12/31/04
Employer's Liability	\$1,000,000 Per Occurrence	12/31/04
First Party Property	\$250,000,000 Per Occurrence	12/31/04
Crime and Fidelity		
a. Employee Theft	\$2,500,000 Per Occurrence	12/31/04
b. Forgery or Alteration	\$5,000,000 Per Occurrence	12/31/04
c. Computer Fraud	\$5,000,000 Per Occurrence	12/31/04
d. Theft, Disappearance and Destruction (Including Premises Burglary)	\$5,000,000 Per Occurrence	12/31/04
e. Credit Card Forgery	\$5,000,000 Per Occurrence	12/31/04
Boiler/Machinery	\$50,000,000 Per Occurrence	12/31/04
Public Officials Bond	Statutory Requirements	12/31/04

The Village of Barrington participates in the Intergovernmental Risk Management Agency established January 1, 1979. Each community pays a contribution to this Agency based on annual revenues. Annual aggregate coverage is limited to \$6,000,000 per member for all lines of coverage where payment is to be made from the IRMA loss fund. 2004 Agency aggregate cap (100% supplemental assessment level) will be \$47,549,133 where payment is to be made from the liability loss fund.

VILLAGE OF BARRINGTON, ILLINOIS

Long-Term Debt Requirements

Real Property Installment Contract of 1997

December 31, 2004

Date of Contract	August 26, 1997
Date of Maturity	October 1, 2007
Amount of Contract	\$900,000
Interest Rate	4.56%
Interest Date	October 1
Payable at	Suburban Bank Barrington

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending December 31	Requirements		
	Principal	Interest	Totals
2005	\$ 100,000	\$ 14,364	\$ 114,364
2006	105,000	9,807	114,807
2007	110,000	5,016	115,016
	<u>\$ 315,000</u>	<u>\$ 29,187</u>	<u>\$ 344,187</u>

VILLAGE OF BARRINGTON, ILLINOIS

Schedule of Long-Term Debt Requirements

General Obligation Bond Series of 1998
December 31, 2004

Date of Issue January 12, 1998
Date of Maturity June 1, 2018
Authorized Issue \$5,000,000
Denomination of Bonds \$5,000
Interest Rates 4.10% - 6.10%
Interest Dates June 1 and December 1
Principal Maturity Date December 1, 2017
Payable at Amalgamated Bank of Chicago

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending December 31	Tax Levy Year	Bond Numbers	Tax Levy Requirements		Totals	Interest Due on		
			Principal	Interest		June 1	Amount	December 1
2005	2004	227-270	\$ 220,000	\$ 171,856	\$ 391,856	2005	\$ 85,928	2005
2006	2005	271-316	230,000	158,654	388,654	2006	79,327	2006
2007	2006	317-365	245,000	149,226	394,226	2007	74,613	2007
2008	2007	366-415	250,000	139,180	389,180	2008	69,590	2008
2009	2008	416-467	260,000	128,680	388,680	2009	64,340	2009
2010	2009	468-522	275,000	117,500	392,500	2010	58,750	2010
2011	2010	523-580	290,000	105,400	395,400	2011	52,700	2011
2012	2011	581-641	305,000	92,350	397,350	2012	46,175	2012
2013	2012	642-705	320,000	78,626	398,626	2013	39,313	2013
2014	2013	706-773	340,000	64,224	404,224	2014	32,112	2014
2015	2014	774-844	355,000	48,924	403,924	2015	24,462	2015
2016	2015	845-920	380,000	32,950	412,950	2016	16,475	2016
2017	2016	921-1000	400,000	16,800	416,800	2017	8,400	2017
			<u>\$ 3,870,000</u>	<u>\$ 1,304,370</u>	<u>\$ 5,174,370</u>		<u>\$ 652,185</u>	
							<u>\$ 652,185</u>	

VILLAGE OF BARRINGTON, ILLINOIS

Schedule of Long-Term Debt Requirements

General Obligation Refunding Bond Series of 1999
December 31, 2004

Date of Issue January 25, 1999
Date of Maturity December 15, 2018
Authorized Issue \$5,895,000
Denomination of Bonds \$5,000
Interest Rates 4.00% - 6.00%
Interest Dates June 15 and December 15
Principal Maturity Date December 15, 2018
Payable at Firststar Bank Milwaukee

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending December 31	Tax Levy Year	Bond Numbers	Tax Levy Requirements		Totals	Interest Due on	
			Principal	Interest		June 15	December 15
						Amount	Amount
2005	2004	249-297	\$ 245,000	\$ 205,700	\$ 450,700	\$ 102,850	\$ 102,850
2006	2005	298-348	255,000	191,000	446,000	95,500	95,500
2007	2006	349-401	265,000	175,700	440,700	87,850	87,850
2008	2007	402-457	280,000	159,800	439,800	79,900	79,900
2009	2008	458-517	300,000	144,400	444,400	72,200	72,200
2010	2009	518-578	305,000	132,400	437,400	66,200	66,200
2011	2010	579-642	320,000	120,200	440,200	60,100	60,100
2012	2011	643-709	335,000	107,400	442,400	53,700	53,700
2013	2012	710-779	350,000	94,000	444,000	47,000	47,000
2014	2013	780-852	365,000	80,000	445,000	40,000	40,000
2015	2014	853-928	380,000	65,400	445,400	32,700	32,700
2016	2015	929-1008	400,000	50,200	450,200	25,100	25,100
2017	2016	1009-1092	420,000	34,200	454,200	17,100	17,100
2018	2017	1093-1179	435,000	17,400	452,400	8,700	8,700
			<u>\$ 4,655,000</u>	<u>\$ 1,577,800</u>	<u>\$ 6,232,800</u>	<u>\$ 788,900</u>	<u>\$ 788,900</u>

VILLAGE OF BARRINGTON, ILLINOIS

Schedule of Long-Term Debt Requirements

General Obligation Waterworks and Sewerage Alternate Revenue Source Bond Series of 1999B
December 31, 2004

Date of Issue May 1, 1999
Date of Maturity December 15, 2014
Authorized Issue \$2,600,000
Denomination of Bonds \$5,000
Interest Rates 4.00% - 6.00%
Interest Dates June 15 and December 15
Principal Maturity Date December 15, 2014
Payable at Firstar Bank Milwaukee

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending December 31	Tax Levy Year	Bond Numbers	Tax Levy Requirements		Totals	Interest Due on	
			Principal	Interest		June 15	December 15
						Amount	Amount
2005	2004	127-158	\$ 160,000	\$ 87,706	\$ 247,706	2005	2005
2006	2005	159-191	165,000	78,106	243,106	2006	2006
2007	2006	192-226	175,000	68,206	243,206	2007	2007
2008	2007	227-262	180,000	58,800	238,800	2008	2008
2009	2008	263-300	190,000	51,600	241,600	2009	2009
2010	2009	301-340	200,000	44,000	244,000	2010	2010
2011	2010	341-382	210,000	36,000	246,000	2011	2011
2012	2011	383-426	220,000	27,600	247,600	2012	2012
2013	2012	427-472	230,000	18,800	248,800	2013	2013
2014	2013	473-520	240,000	9,600	249,600	2014	2014
			\$ 1,970,000	\$ 480,418	\$ 2,450,418	\$ 240,209	\$ 240,209

VILLAGE OF BARRINGTON, ILLINOIS

Long-Term Debt Requirements

IEPA Loan of 2001 December 31, 2004

Date of Contract	December 15, 2001
Date of Maturity	December 15, 2020
Amount of Loan	\$1,649,301
Interest Rate	2.535%
Interest Date	June 15 and December 15
Payable at	Illinois Environmental Protection Agency
Loan Number	L17-1616

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending December 31	Requirements		
	Principal	Interest	Totals
2005	\$ 72,694	\$ 35,399	\$ 108,093
2006	74,548	33,544	108,092
2007	76,450	31,643	108,093
2008	78,400	29,692	108,092
2009	80,400	27,692	108,092
2010	82,451	25,641	108,092
2011	84,555	23,538	108,093
2012	86,712	21,380	108,092
2013	88,924	19,168	108,092
2014	91,192	16,900	108,092
2015	93,519	14,573	108,092
2016	95,904	12,188	108,092
2017	98,351	9,741	108,092
2018	100,859	7,233	108,092
2019	103,433	4,659	108,092
2020	106,070	2,020	108,090
	<u>\$ 1,414,462</u>	<u>\$ 315,011</u>	<u>\$ 1,729,473</u>

VILLAGE OF BARRINGTON, ILLINOIS

Long-Term Debt Requirements

IEPA Loan of 2002

December 31, 2004

Date of Contract	December 15, 2002
Date of Maturity	December 15, 2021
Amount of Loan	\$1,885,195
Interest Rate	2.905%
Interest Date	June 15 and December 15
Payable at	Illinois Environmental Protection Agency
Loan Number	L17-1238

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending December 31	Requirements		
	Principal	Interest	Totals
2005	\$ 79,856	\$ 49,593	\$ 129,449
2006	82,193	47,256	129,449
2007	84,598	44,851	129,449
2008	87,073	42,376	129,449
2009	89,621	39,828	129,449
2010	92,243	37,206	129,449
2011	94,943	34,506	129,449
2012	97,721	31,728	129,449
2013	100,580	28,869	129,449
2014	103,523	25,926	129,449
2015	106,552	22,897	129,449
2016	109,670	19,779	129,449
2017	112,879	16,570	129,449
2018	116,182	13,267	129,449
2019	119,582	9,867	129,449
2020	123,081	6,367	129,448
2021	126,681	2,767	129,448
	<u>\$ 1,726,978</u>	<u>\$ 473,653</u>	<u>\$ 2,200,631</u>

VILLAGE OF BARRINGTON, ILLINOIS

Long-Term Debt Requirements

IEPA Loan of 2002

December 31, 2004

Date of Contract	September 25, 2002
Date of Maturity	June 1, 2023
Amount of Loan	\$887,776
Interest Rate	2.570%
Interest Date	June 15 and December 15
Payable at	Illinois Environmental Protection Agency
Loan Number	L17-1480

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year Ending December 31	Requirements		
	Principal	Interest	Totals
2005	\$ 36,145	\$ 22,025	\$ 58,170
2006	37,080	21,090	58,170
2007	38,039	20,131	58,170
2008	39,022	19,148	58,170
2009	40,031	18,139	58,170
2010	41,067	17,103	58,170
2011	42,129	16,041	58,170
2012	43,218	14,952	58,170
2013	44,336	13,834	58,170
2014	45,483	12,687	58,170
2015	46,659	11,511	58,170
2016	47,866	10,304	58,170
2017	49,104	9,066	58,170
2018	50,374	7,796	58,170
2019	51,677	6,493	58,170
2020	53,014	5,156	58,170
2021	54,385	3,785	58,170
2022	55,792	2,378	58,170
2023	50,584	928	51,512
	<u>\$ 866,005</u>	<u>\$ 232,567</u>	<u>\$ 1,098,572</u>

STATISTICAL SECTION
(Unaudited)

VILLAGE OF BARRINGTON, ILLINOIS

Governmental Revenues by Source (1)
Last Ten Fiscal Years

December 31, 2004 (Unaudited)

Fiscal Year	April 30, 1996	April 30, 1997	April 30, 1998	April 30, 1999	Eight Months Ended December 31, 1999	Year Ended December 31, 2000	Year Ended December 31, 2001	Year Ended December 31, 2002	Year Ended December 31, 2003	Year Ended December 31, 2004
Taxes										
Property Taxes	\$ 1,687,664	\$ 2,011,819	\$ 2,015,918	\$ 2,539,288	\$ 1,971,992	\$ 2,646,712	\$ 2,636,694	\$ 2,684,199	\$ 2,669,532	\$ 2,845,535
Sales Tax	3,657,023	3,732,266	4,196,115	4,559,552	3,353,037	5,014,257	4,670,622	4,352,592	4,520,109	4,179,395
Photo Finishing Tax	16,788	17,209	18,097	19,089	13,858	20,660	22,919	9,415	-	-
State Income Tax	367,170	385,750	424,191	445,078	284,312	493,473	485,179	446,733	624,763	650,813
Auto Rental Tax	12,328	13,091	12,419	11,332	9,857	16,179	18,326	14,276	12,847	16,236
Local Use Tax	71,614	83,082	88,670	96,693	72,008	120,009	113,738	91,141	90,967	105,438
Replacement Tax (2)	64,734	67,747	77,653	88,609	48,656	93,735	95,891	59,009	68,769	76,973
Foreign Fire Insurance Tax	15,186	19,484	18,153	17,464	16,801	18,335	19,158	24,430	32,600	35,703
Hotel/Motel Tax	-	-	-	-	-	-	-	16,894	16,521	16,650
	<u>5,892,507</u>	<u>6,330,448</u>	<u>6,851,216</u>	<u>7,777,105</u>	<u>5,770,521</u>	<u>8,423,360</u>	<u>8,062,527</u>	<u>7,698,689</u>	<u>8,036,108</u>	<u>7,926,743</u>
Licenses and Permits	172,657	163,017	339,725	390,314	211,370	218,269	508,380	195,767	311,609	430,846
Intergovernmental Revenues	285,957	309,367	327,702	338,984	222,724	444,684	382,466	359,691	382,823	396,879
Charges for Services (3)	1,133,069	1,872,930	2,406,517	2,539,029	1,915,799	2,529,805	2,996,697	3,147,358	3,363,105	3,993,355
Fines and Forfeitures	111,060	111,484	97,248	99,703	63,658	96,332	85,892	73,777	80,385	80,497
Village Property Usage	-	-	-	-	192,982	314,361	212,113	238,024	87,585	96,090
Rental Income	-	-	-	-	-	-	-	-	-	-
Investment Income	265,030	228,385	325,900	387,138	213,604	554,336	694,798	203,615	252,983	163,134
Miscellaneous Revenues (3)	447,605	115,084	165,372	309,644	3,750	1,137,069	950,724	541,531	716,924	788,141
Total	<u>\$ 8,307,885</u>	<u>\$ 9,130,715</u>	<u>\$ 10,513,680</u>	<u>\$ 11,841,917</u>	<u>\$ 8,594,408</u>	<u>\$ 13,718,216</u>	<u>\$ 13,893,597</u>	<u>\$ 12,458,452</u>	<u>\$ 13,231,522</u>	<u>\$ 13,875,685</u>

(1) Includes all Governmental Fund types except Capital Projects Fund.

(2) The Village did not separately classify replacement tax prior to 1994.

(3) Prior to 1997, interfund administrative charges were classified as charges for services.
Since 1997, these charges have been reported as miscellaneous revenue.

Data Source: Village Records

VILLAGE OF BARRINGTON, ILLINOIS

Governmental Expenditures by Function (1)
Last Ten Fiscal Years

December 31, 2004 (Unaudited)

Fiscal Year	April 30, 1996	April 30, 1997	April 30, 1998	April 30, 1999	Eight Months Ended December 31, 1999	Year Ended December 31, 2000	Year Ended December 31, 2001	Year Ended December 31, 2002	Year Ended December 31, 2003	Year Ended December 31, 2004
General Government (2)	\$ 1,784,307	\$ 2,033,260	\$ 1,945,837	\$ 2,269,195	\$ 933,525	\$ 1,670,246	\$ 1,803,251	\$ 1,961,544	\$ 2,343,124	\$ 2,011,550
Public Safety	3,686,074	4,336,803	4,941,507	5,418,881	4,059,445	6,192,243	6,863,678	6,942,907	7,210,189	7,869,718
Public Works	-	-	-	-	841,190	1,829,578	1,820,362	1,519,773	1,619,527	1,648,192
Building and Planning	-	-	-	-	338,067	581,974	455,480	457,629	441,905	511,132
Economic Development	-	-	-	-	120,797	185,861	180,401	174,197	-	-
Highways and Streets	957,887	1,072,639	856,321	1,441,729	-	-	-	-	-	-
Miscellaneous (2)	249,967	294,138	212,238	166,735	-	-	-	-	-	-
Debt Service	471,462	472,355	469,290	807,940	934,770	972,915	977,097	964,941	962,065	952,761
Total	\$ 7,149,697	\$ 8,209,195	\$ 8,425,193	\$ 10,104,480	\$ 7,227,794	\$ 11,432,817	\$ 12,100,269	\$ 12,020,991	\$ 12,576,810	\$ 12,993,353

(1) Includes all Governmental Fund types except Capital Projects Fund.

(2) Risk management included in General Government for December 31, 1999

Data Source: Village Records

VILLAGE OF BARRINGTON, ILLINOIS

**Property Tax Levies and Collections
Last Ten Fiscal Years**

December 31, 2004 (Unaudited)

(1) Year of Levy	Tax Levy	Lake County Extensions	Cook County Extensions	Total Extensions	Lake County Collections	Cook County Collections	Total Collections	Percent of Extension Collected
1994	\$ 1,769,945	\$ 957,487	\$ 888,368	\$ 1,845,855	\$ 955,987	\$ 886,244	\$ 1,842,231	99.80%
1995	1,871,270	998,374	907,923	1,906,297	1,002,026	934,511	1,936,537	101.59%
1996	1,968,640	926,739	981,516	1,908,255	929,606	969,063	1,898,669	99.50%
1997	2,363,877	1,186,210	1,106,751	2,292,961	1,185,323	1,183,898	2,369,221	103.33%
1998	2,423,095	1,272,209	1,209,181	2,481,390	1,272,235	1,158,300	2,430,535	97.95%
1999	2,579,774	1,241,949	1,285,098	2,527,047	1,273,653	1,295,582	2,569,235	101.67%
2000	2,602,369	1,278,915	1,340,283	2,619,198	1,358,545	1,291,492	2,650,037	101.18%
2001	2,571,281	1,276,118	1,361,494	2,637,612	1,304,586	1,362,619	2,667,205	101.12%
2002	2,670,394	1,244,030	1,413,089	2,657,119	1,239,186	1,449,775	2,688,961	101.20%
2003	2,831,155	1,285,642	1,486,336	2,771,978	1,363,120	1,441,246	2,804,366	101.17%

(1) Since this schedule is prepared on a tax levy year basis, rather than a fiscal year basis, it cannot be directly tied into the financial section statements and schedules.

Data Sources: Cook and Lake County Extension Offices

VILLAGE OF BARRINGTON, ILLINOIS

**Assessed and Estimated Value of Taxable Property
Last Ten Fiscal Years**

December 31, 2004 (Unaudited)

<u>Tax Levy Year</u>	<u>Equalized Assessed Value</u>	<u>Estimated Actual Value</u>	<u>Ratio of Equalized Assessed Value to Estimated Actual Value</u>
1994 \$	300,020,399	\$ 900,061,197	0.333
1995	326,740,606	980,221,818	0.333
1996	332,486,427	997,459,281	0.333
1997	341,029,045	1,023,087,135	0.333
1998	364,674,406	1,094,023,218	0.333
1999	380,999,465	1,142,998,395	0.333
2000	390,287,260	1,170,861,780	0.333
2001	431,224,878	1,293,674,634	0.333
2002	457,681,703	1,373,045,109	0.333
2003	475,619,193	1,426,857,579	0.333

Data Source: Cook and Lake County Tax Extension Offices

VILLAGE OF BARRINGTON, ILLINOIS

**Property Tax Rates Per \$100 Assessed Valuation
Direct and Overlapping Governments
Last Ten Fiscal Years**

December 31, 2004 (Unaudited)

Tax Levy Year	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003
(1) Tax Rates										
(2) Unit School District #220	3.195	3.185	3.200	3.398	3.646	3.591	3.596	3.793	3.736	3.542
(2) College District #512	0.297	0.282	0.288	0.299	0.283	0.287	0.351	0.329	0.309	0.314
(2) Barrington Public Library District	0.205	0.206	0.202	0.214	0.210	0.220	0.210	0.211	0.206	0.204
(2) Barrington Park District	0.360	0.347	0.337	0.341	0.335	0.328	0.418	0.417	0.533	0.567
(2) Village of Barrington	0.616	0.600	0.575	0.696	0.681	0.667	0.661	0.613	0.572	0.584
Barrington Township	0.051	0.049	0.050	0.053	0.051	0.051	0.053	0.047	0.038	0.034
(3) Barrington Township Road and Bridge	-	-	-	-	-	-	-	-	-	-
Barrington Township General Assistance	0.006	0.006	0.006	0.006	0.006	0.006	0.006	0.005	0.003	0.002
Cook County Mosquito	0.010	0.010	0.010	0.011	0.010	0.010	0.011	0.010	0.009	0.010
Cook County Sanitarium TB	0.008	0.008	0.008	0.008	0.008	0.008	0.008	0.007	0.006	0.004
Cook County Forest Preserve	0.073	0.072	0.074	0.074	0.072	0.070	0.069	0.067	0.061	0.590
County of Cook	0.993	0.994	0.989	0.919	0.911	0.854	0.824	0.746	0.690	0.630
(4) Metro Water Reclamation District	0.495	0.495	0.492	0.451	0.444	0.419	0.415	0.401	0.371	0.361
County of Lake	0.520	0.052	0.525	0.531	0.531	0.521	0.521	0.516	0.502	0.490
Lake County Forest Preserve	0.157	0.156	0.156	0.155	0.157	0.187	0.231	0.221	0.232	0.225
Palatine Township	0.076	0.074	0.075	0.078	0.057	0.052	0.050	0.042	0.041	0.042
Palatine Township Road and Bridge	0.099	0.095	0.097	0.102	0.084	0.087	0.086	0.077	0.074	0.078
Palatine Township General Asst.	0.015	0.014	0.014	0.014	0.011	0.010	0.009	0.008	0.008	0.009
Cuba Township	0.082	0.082	0.082	0.082	0.084	0.084	0.084	0.083	0.078	0.076
Cuba Township Gravel	0.060	0.060	0.060	0.060	0.060	0.060	0.060	0.030	0.145	0.135
Cuba Township Road and Bridge	0.027	0.027	0.027	0.027	0.028	0.028	0.029	0.030	0.030	0.030
Ela Township	0.110	0.109	0.109	0.106	0.105	0.100	0.094	0.096	0.093	0.086
Ela Township Gravel	0.030	0.030	0.030	0.030	0.030	0.030	0.030	0.030	0.030	0.029
Ela Township Road and Bridge	0.014	0.013	0.013	0.013	0.012	0.011	0.011	0.012	0.013	0.011
(5) Consolidated Elections	-	0.029	-	0.027	-	0.023	-	-	-	-
Special Tax District #1 - Cook County	0.096	0.093	0.099	0.010	0.094	0.099	0.100	0.100	0.100	0.100
(6) Special Tax District #2 - Cook County	-	-	-	-	-	-	-	-	-	-
Special Tax District #1 - Lake County	0.092	0.099	0.090	0.099	0.112	0.092	0.098	0.094	0.106	0.100
(6) Special Tax District #2 - Lake County	-	-	-	-	-	-	-	-	-	-
Special Tax District #3 - Lake County	0.491	0.497	0.494	0.479	0.474	0.450	0.401	0.341	0.312	0.286

(1) Property tax rates are per \$100 of assessed valuation

(2) Listed rates are an average of the Cook and Lake County rates.

(3) Barrington Township in no longer levying for Road and Bridge.

(4) Metro Water Reclamation District submitted by the Cook County Extension Office as of 1991.

(5) Consolidated elections levy is every other year.

Data Source: Cook County and Lake County Tax Extension Offices

VILLAGE OF BARRINGTON, ILLINOIS

**Ratio of General Obligation Bonded Debt to
Assessed Valuation and Bonded Debt Per Capita
Last Ten Fiscal Years**

December 31, 2004 (Unaudited)

Fiscal Year	(1) Population	(2) Assessed Value	(3) Outstanding General Obligation Bonded Debt	Less Debt Service Funds	Net General Obligation Bonded Debt	Ratio of Outstanding General Obligation Bonded Debt to Assessed Value	Outstanding General Obligation Bonded Debt Per Capita
4/30/96	9,538	\$ 326,740,606	\$ 1,995,000	\$ 205,564	\$ 1,789,436	.55%	\$ 187.61
4/30/97	9,538	332,486,427	1,635,000	255,822	1,379,178	.41%	144.60
4/30/98	9,538	341,029,045	6,250,000	334,079	5,915,921	1.73%	620.25
4/30/99	9,538	364,674,406	10,870,000	503,019	10,366,981	2.84%	1,086.91
12/31/99	9,538	364,674,406	10,525,000	335,965	10,189,035	2.79%	1,068.26
12/31/00	10,168	380,999,465	10,835,000	365,496	10,469,504	2.75%	1,029.65
12/31/01	10,168	390,287,260	10,365,000	497,414	9,867,586	2.53%	970.45
12/31/02	10,168	431,224,878	9,880,000	503,318	9,376,682	2.17%	922.18
12/31/03	10,168	457,681,703	9,370,000	375,522	8,994,478	1.97%	884.59
12/31/04	10,168	475,619,193	8,840,000	351,097	8,488,903	1.78%	834.86

Data Sources

- (1) Updated 1990 census figures used for fiscal years ending 1996 through 1999. 2000 census figures used for fiscal years ending 2000 through 2004.
- (2) Equalized value from Cook and Lake County Tax Extension Offices.
- (3) Excludes Special Service Area Bonds.

VILLAGE OF BARRINGTON, ILLINOIS

**Schedule of Direct and Overlapping Bonded Debt
December 31, 2004 (Unaudited)**

<u>Governmental Unit</u>	<u>(1) Gross Debt</u>	<u>(2) Percentage of Debt Applicable to Village</u>	<u>(3) Village's Share of Debt</u>
Village of Barrington	<u>\$ 8,840,000</u>	100.00%	<u>\$ 8,840,000</u>
Barrington Park District	12,855,000	90.53%	11,637,291
Barrington Library District	745,000	21.14%	157,478
Unit School District #220	104,205,000	20.69%	21,558,038
College District #512	77,665,000	2.84%	2,208,435
Lake County Forest Preserve	214,814,166	1.10%	2,354,363
County of Lake	7,890,000	1.10%	86,474
Cook County Forest Preserve District	137,355,000	0.24%	323,233
County of Cook	3,145,815,000	0.24%	7,402,932
Metropolitan Water Reclamation District	<u>1,366,739,115</u>	0.24%	<u>3,287,702</u>
Total Overlapping Debt	<u>5,068,083,281</u>		<u>49,015,946</u>
Totals	<u>\$ 5,076,923,281</u>		<u>\$ 57,855,946</u>

Data Sources

(1) Cook and Lake County Tax Extension Offices.

(2) Determined by ratio of assessed value of property subject to taxation in Village of Barrington to value of property subject to taxation in overlapping unit. Cook and Lake County Tax Extension Offices.

(3) Amount in column (2) multiplied by amount in column (1).

VILLAGE OF BARRINGTON, ILLINOIS

**Ratio of Annual Debt Service Expenditures for General
Bonded Debt to Total General Governmental Expenditures (1)
Last Ten Fiscal Years**

December 31, 2004 (Unaudited)

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>Total Expenditures</u>	<u>Ratio of Debt Service to General Governmental Expenditures (Percent)</u>
4/30/96	\$ 335,000	\$ 136,462	\$ 471,462	\$ 7,149,697	6.59%
4/30/97	360,000	112,355	472,355	8,209,195	5.75%
4/30/98	385,000	84,290	469,290	8,425,193	5.57%
4/30/99	500,000	307,940	807,940	10,104,480	8.00%
12/31/99	420,000	514,770	934,770	7,227,794	12.93%
12/31/00	440,000	532,915	972,915	11,432,817	8.51%
12/31/01	470,000	507,097	977,097	12,100,269	8.08%
12/31/02	485,000	479,531	964,531	12,020,991	8.02%
12/31/03	510,000	452,065	962,065	12,576,810	7.65%
12/31/04	530,000	422,761	952,761	12,040,592	7.91%

(1) Includes all Governmental Fund types except Capital Projects Fund.

Data Source: Village Records

VILLAGE OF BARRINGTON, ILLINOIS

Demographic Statistics Last Ten Fiscal Years

December 31, 2004 (Unaudited)

Fiscal Year	(1) Population	(2) Per Capita Income	(2) Median Age	(3) Education Level in Years of Formal Schooling	(4) School Enrollment	(5) Unemployment Percentage
4/30/96	9,538	\$ 37,835	37	16	2,749	2.2%
4/30/97	9,538	40,078	37	16	2,804	2.2%
4/30/98	9,538	42,053	37	16	2,860	2.2%
4/30/99	9,538	44,547	38	16	2,918	2.2%
12/31/99	9,538	47,188	38	16	2,976	2.2%
12/31/00	9,538	49,987	38	16	3,036	2.2%
12/31/01	10,168	43,942	39	16	3,041	2.7%
12/31/02	10,168	43,942	39	16	3,041	2.7%
12/31/03	10,168	43,942	39	16	3,041	2.7%
12/31/04	10,168	43,942	39	16	3,041	2.7%

Data Sources

- (1) A revised 1990 Census Population figure is used for 1996 through 2000. The 2001 through 2004 figures are based on the 2000 Census Population number.
- (2) Estimates based on the 1990 Census Population and Housing (NIPC) for the Village of Barrington are used for 1996 through 2000. The 2001 through 2004 figures are based on the 2000 Census Population number.
- (3) 1990 Census Population and Housing (NIPC) for the Village of Barrington used for 1996 through 2000. The 2001 through 2004 figures are based on the 2000 Census Population number.
- (4) Estimates based on the 1990 Census Population and Housing (NIPC) for the Village of Barrington used for 1996 through 2000. The 2001 through 2004 figures are based on the 2000 Census Population number.
- (5) 1990 Census Population and Housing (NIPC) for the Village of Barrington used for 1996 through 2000. The 2001 through 2004 figures are based on the 2000 Census Population number.

VILLAGE OF BARRINGTON, ILLINOIS

**Property Value and Construction
Last Ten Fiscal Years**

December 31, 2004 (Unaudited)

Fiscal Year	Number of Permits Issued	Construction Value	(1) Property Value		
			Commercial	Residential	Other
4/30/96	246	\$ 8,574,013	\$ 352,879,854	\$ 617,539,745	\$ 9,802,218
4/30/97	379	10,026,924	359,085,341	628,399,347	9,974,593
4/30/98	513	36,163,014	368,311,369	644,544,895	10,230,871
4/30/99	585	30,045,653	393,848,358	689,234,627	10,940,232
12/31/99	439	13,421,568	393,848,358	689,234,627	10,940,232
12/31/00	478	27,698,902	422,909,406	708,659,005	11,429,984
12/31/01	612	32,594,063	433,218,859	725,934,304	11,708,618
12/31/02	504	19,154,428	478,659,615	802,078,273	12,936,746
12/31/03	554	16,013,280	477,656,931	894,570,702	817,479
12/31/04	646	25,666,270	487,240,329	952,312,113	875,037

Data Sources

- (1) Information compiled from County Assessment and Treasurer's records computed to market value from actual equalized assessed value. Other: Railroad, Farm, Churches and other nonprofit property on tax rolls.
12/31/04 data is based on the 2003 EAV.

VILLAGE OF BARRINGTON, ILLINOIS

Schedule of Ten Largest Real Estate Taxpayers

December 31, 2004 (Unaudited)

<u>Name of Taxpayer</u>	<u>Nature of Business</u>	<u>Total Taxable Valuation</u>	<u>Percentage of Village's Assessed Valuation</u>
Garlands Senior Living Center	Senior Residences	\$ 42,299,115	8.89 %
Hart Road Hamilton Partners	Office Building	20,535,129	4.32
Welsh Buildings	Office Building	14,949,222	3.14
MotorWerks	Automobile Dealership	10,976,499	2.31
The Foundry Center, Inc.	Retail Stores/Mall	9,899,010	2.08
Jetco Properties	Grocery & Retail Store	7,856,862	1.65
Quaker Oats	Research Laboratory	7,520,715	1.58
Bourns/GE Capital	Office Building	7,221,610	1.52
SBC	Office Building	5,419,221	1.14
The Pepper Companies	Office	5,115,870	1.08
Total		<u>\$ 131,793,253</u>	<u>27.71 %</u>

Data Sources

Lake County Board of Review and Tax Extension Offices.
Barrington and Cuba Township Offices for Property Index Records.

VILLAGE OF BARRINGTON, ILLINOIS

General Information December 31, 2004 (Unaudited)

Date of Incorporation	1865
Form of Government	President / Board of Trustees
Geographic Location	Northwest suburb of Chicago
Area	5.1 square miles

Municipal Services and Facilities

Center Lane Miles of Streets	
State	25
County	2
Village	47

Number of Street Lights	824
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Fire Protection

Number of Responding Stations	3
Number of Volunteers	30
Full Time Fire Chief	1
Full Time Deputy Fire Chief	1
Full Time Fire Lieutenants	9
Number of Full Time Firefighter/Paramedics	23
Number of Paramedics	1
I. S. O. Rating - Village	4
I. S. O. Rating - District	5

Police Protection

Number of Stations	1
Number of Sworn Officers	35
Public Safety Officers	2
Crossing Guards	12

Municipal Water Department

Number of Metered Customers	4,205
Average Daily Consumption	1,571,391
Miles of Water Main	86
Capacity - Gallons per Day	5,760,000
Storage - Gallons	3,100,000
Average Water Produced Daily	1,628,391

VILLAGE OF BARRINGTON, ILLINOIS

General Information - Continued December 31, 2004 (Unaudited)

Municipal Services and Facilities - Continued

Ten Largest Water/Sewer Users	Gallons	Percent of Water Metered
Quaker Oats	42,705,000	9.51%
Barrington High School	9,367,000	2.09%
Good Shepherd Health & Fitness	6,695,000	1.49%
Irrigation System - Weatherstone Subdivision	5,326,000	1.19%
Langendorf Park	5,023,000	1.12%
Fast Eddie's Car Wash	4,470,000	1.00%
Motor Werks	3,806,000	0.85%
Good Shepherd Manor	3,065,000	0.68%
Barn of Barrington	2,799,000	0.62%
Irrigation System - Sanctuary Subdivision	2,630,000	0.59%
	<u>85,886,000</u>	<u>19.13%</u>
Sewers		
Sanitary Sewers - Miles		62
Storm Sewers - Miles		49
Building Permits Issued		646
Recreation and Cultural		
Number of Parks		5
Park Area - Acres		150
Number of Libraries		1
Library Statistics		
Number of Volumes		257,454
Audio Recordings		19,021
Video Recordings		15,861
Periodicals (Subscriptions) (Not Including Those Available On-line)		451
Registered Borrowers		47,652
Circulation		694,014
Library Employees		
Full - Time		40
Part - Time		44

VILLAGE OF BARRINGTON, ILLINOIS

General Information - Continued December 31, 2004 (Unaudited)

Municipal Services and Facilities - Continued

Employees

Full - Time Employees	132
Part - Time Employees	13

Elections

Number of Registered Voters	5,836
Number of Votes Cast in Last Municipal Election	2,327
Percentage of Voters Voting in Last Municipal Election	39.87%

Bond Rating (Moody's Investor Services)

General Obligation Bond Series of 1998 (Moody's)	Aa3
General Obligation Bond Series of 1999 (Moody's)	Aa3
(Moody's FSA Insured Rating for the 2010 through 2018 maturities)	Aaa
General Obligation Bond Series of 1999B (Moody's)	Aa3
(Waterworks and Sewerage Alternate Revenue Source)	

Data Sources:

Village of Barrington reports from the following departments:

Administrative Services
Fire/EMS
Police
Public Works
Building and Planning

Barrington Head Librarian

Barrington Park District Personnel

Village of Barrington Deputy Village Clerk